

# Vernon Parish School Board

Leesville, Louisiana



**Comprehensive Annual Financial Report**  
**As of and for the year ended June 30, 2014**



**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**AS OF AND FOR THE YEAR ENDED JUNE 30, 2014**

**Michael Perkins**  
**President**

**James Williams**  
**Superintendent**

**Tim Ward**  
**Director of Finance**

**Prepared by the Department of Finance**



**Vernon Parish School Board  
Table of Contents**

	<u>Page</u>
<b>INTRODUCTORY SECTION</b>	
Transmittal Letter	11-14
GFOA Certificate of Achievement for Excellence in Financial Reporting	15
ASBO Certificate of Excellence in Financial Reporting Award	17
Organization Chart	19
Elected Officials	20
Selected Administrative Officials	21
 <b>FINANCIAL SECTION</b>	
	<u>Statement</u>
<b>Independent Auditor's Report</b>	25-27
<b>Required Supplementary Information</b>	
Management's Discussion and Analysis (MD&A)	29-41
<b>Basic Financial Statements</b>	
Government-wide Financial Statements (GWFS)	42
Statement of Net Position	A 43
Statement of Activities	B 44
Fund Financial Statements (FFS)	45
Governmental Funds:	
Balance Sheet	C 46
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	D 47
Statement of Revenues, Expenditures, and Changes in Fund Balances	E 48-49
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	F 50
Fiduciary Funds:	
Statement of Fiduciary Assets and Liabilities	G 51
Notes to the Basic Financial Statements	
Index	52
Notes	53-76
	 <u>Exhibit</u>
<b>Required Supplementary Information</b>	77
Schedule of Funding Progress for Other Post Employment Benefit Plan	78
Budgetary Comparison Schedule	79
General Fund	1 80
Notes to the Budgetary Comparison Schedule	81-82

(Continued)

**Vernon Parish School Board  
Table of Contents**

	<u>Exhibit</u>	<u>Page</u>
<b>Supplementary Information</b>		83
Nonmajor Governmental Funds		
Combining Balance Sheet - By Fund Type	2	85
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - By Fund Type	3	86-87
Nonmajor Special Revenue Funds		88-89
Combining Balance Sheet	4	90-95
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	5	96-107
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual		
Ward 1 Maintenance	6-1	108
Ward 2 - Orange Maintenance	6-2	109
Ward 2 - Hornbeck Maintenance	6-3	110
Ward 3 Maintenance	6-4	111
Ward 4 Maintenance	6-5	112
Ward 5 Maintenance	6-6	113
Ward 6 Maintenance	6-7	114
Ward 7 Maintenance	6-8	115
Ward 8 Maintenance	6-9	116
Other Special Funds	6-10	117
8G State Funds	6-11	118
Indian Education Grant	6-12	119
Network Pilot Technology	6-13	120
Vocational Education	6-14	121
Special Education	6-15	122
LA 4	6-16	123
LA 4-CDBG	6-17	124
School Food Service	6-18	125
Food Processing Centers	6-19	126
JAG	6-20	127
Title I	6-21	128
Title II	6-22	129
Title III	6-23	130
Sales Tax	6-24	131
Head Start	6-25	132
Preschool	6-26	133
Education Excellence	6-27	134
REAP	6-28	135

(Continued)

**Vernon Parish School Board  
Table of Contents**

	<u>Exhibit</u>	<u>Page</u>
<b>Supplementary Information (Continued)</b>		
Nonmajor Debt Service Funds:		137
Combining Balance Sheet	7	138-139
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	8	140-141
Nonmajor Capital Project Funds:		143
Combining Balance Sheet	9	144-145
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	10	146-147
Agency Funds:		148
Combining Statement of Fiduciary Assets and Liabilities	11	149
Combining Statement of Changes in Assets and Liabilities	12	150-151
Schedule of Changes in Deposits Due Others - School Activities Agency Fund	13	152
Schedule of Compensation Paid Board Members	14	154
Comparative Information and Other Data Required by Bond Covenant with the U. S. Department of Agriculture		155
Nonmajor Debt Service Fund		
Comparative Balance Sheets - Ward 3	15	156
Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances - Ward 3	16	157
Schedule of Insurance	17	158
Reserve Account	18	159
Board Member Contact Information	19	160

(Continued)

**Vernon Parish School Board  
Table of Contents**

<b>STATISTICAL SECTION</b>	<u><b>TABLE</b></u>	
Contents		163-164
Financial Trends:		
Net Position by Component	1	165
Changes in Net Position	2	166
Fund Balances of Governmental Funds	3	167
Changes in Fund Balances of Governmental Funds	4	168
Revenue Capacity:		
Assessed Value and Estimated Actual Value of Taxable Property	5	169
Overlapping Governments	6	170
Principal Property Taxpayers	7	171
Property Tax Levies and Collections	8	172
Sales and Use Tax Rates and Collections	9	173
Debt Capacity:		
Ratios of Outstanding Debt by Type	10	174
Ratios of General Bonded Debt Outstanding	11	175
Direct and Overlapping Governmental Activities Debt	12	176
Legal Debt Margin Information	13	177
Demographic and Economic Information:		
Demographic and Economic Statistics	14	178
Principal Employers	15	179
Operating Information:		
School Personnel	16	180
Student Capacity and Utilization	17	181-183
Operating Statistics	18	184
		(Concluded)

---

# INTRODUCTORY SECTION



President  
Michael Perkins

Superintendent  
James Williams

Vice-President  
Doug Brandon

## Vernon Parish School Board

201 Belview Road  
LEESVILLE, LOUISIANA 71446  
(337) 239-3401  
Fax (337) 238-5777

### BOARD MEMBERS:

District One  
Doug Brandon  
Randi Gleason  
Mel Harris  
Robert Pynes, Jr.  
Steve Woods

Transmittal Letter

December 29, 2014

District Two  
Jerry L. Jeane

To the Elected School Board  
Members and Citizens of Vernon Parish:

District Three  
Richard Schwartz

The Comprehensive Annual Financial Report of the Vernon Parish School Board (School Board) for the year ended June 30, 2014, is submitted herewith. Finance Department personnel following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada have prepared this report.

District Four  
Randy Martin

District Five  
Michael Perkins

District Six  
Vernon L. Travis, Jr.

**A. Management Responsibility** Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School Board. All disclosures necessary to enable the reader to gain an understanding of the School Board's financial activities have been included.

District Seven  
John Blankenbaker

District Eight  
Gerald Cooley

**B. Reporting Entity** The report includes all entities or organizations that are required to be included in the School Board's reporting entity. The basic criteria for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity.

The financial statements present the Vernon Parish School Board (the primary government). Based on the above criteria, there are no component units included in the School Board's reporting entity.

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U. S. Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations. Information related to this single audit includes the Schedule of Expenditures of Federal Awards, findings and recommendations, if applicable, and auditors' reports on internal control and compliance with applicable laws and regulations. The single audit report is issued separately from this Comprehensive Annual Financial Report.

"An Equal Opportunity Employer"

The School Board provides a full range of educational services appropriate to grade levels Pre K through 12 for 9,716 students, in which Pre K enrollment was 699 and MFP enrollment was 9,017. Projected enrollment by 2017-2018 is estimated to be 10,313 students, in which Pre K enrollment will be 689 and MFP enrollment will be 9,624.

These services include providing instructional personnel, instructional materials, instructional facilities, child nutrition, administrative support, business services, systems operations, and plant maintenance and bus transportation. These basic services are supplemented by a wide variety of offerings in the fine arts and athletics. These education services are provided at eighteen school sites across the Parish with the school buildings ranging in age from 1955 to 1995 with all school sites being renovated over the last 10 ten years.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Vernon Parish School Board's MD&A can be found immediately after the report of the independent auditors.

**C. Internal Control** Management of the School Board is responsible for establishing and maintaining internal control designed to ensure that the assets of the School Board are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

We believe the School Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and local financial assistance, the School Board also is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs.

As a part of the School Board's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2014, provided no instances of material weaknesses in internal control.

#### **D. Major Initiatives**

- All schools have developed comprehensive improvement plans to provide direction for future curriculum, staff development, assessment, and technology improvements. To support these comprehensive school plans, our central office staff developed district improvement plans. Our School Board supported all the plans by developing its own strategic goals. Much progress has been made in meeting the objectives addressed in these plans. Staff development in our schools is targeted to help schools meet these goals.
- All new teachers to our system were given one day of intensive induction. The teachers received training in classroom management, parish and state policies, and special programs appropriate for their grade levels and/or their subject area. Most of our new teachers also go through the Louisiana Teacher Assistance and Assessment Program. New teachers are paired with a mentor and given two years of support.
- The State of Louisiana has implemented "Reading for Results," a high-stakes testing policy. Teachers are working to prepare students for tests, which are rigorous, standards-driven, and high stakes for students.

- Vernon Parish cares about education and has a tradition of pride in its schools. That tradition will be continued through a commitment to innovation in learning programs. We must continue to seek out new methods to ensure success for every student.
- Vernon Parish School Board receives federal Impact Aid funding due to the Fort Polk military installation being located in Vernon Parish. The amount of aid received can fluctuate. This uncertainty provides a challenge in addressing the problems shared by many school systems across America - teachers' salaries and school plant improvement. Effective and decisive leadership will be required to address these problems given the fluctuation in Impact Aid funding.

**E. Economic Conditions and Outlook and Long Term Financial Planning** The economy of Vernon Parish is driven primarily by the Fort Polk military installation, the fifth largest such facility in the nation. More than half the work force of Vernon Parish is comprised of active duty military personnel, and the base also employs civilians. Aside from its \$970 million annual direct economic impact on Vernon Parish, Fort Polk indirectly influences the surrounding parishes' economy as well. One-third of the population of Vernon Parish is comprised of military personnel or their families living on- or off-base. This influx of career- and family-age population gives the area a relatively low median age, a factor, which appeals to companies seeking to build industrial and manufacturing establishments. The large military population has also drawn specialists to both Bayne-Jones Army Community Hospital and civilian medical practice, giving the Vernon Parish area substantially better medical and health care technology.

The local economy has remained stable over the last five to ten years with unemployment rates holding steady to slightly decreasing over that time period. Unemployment should continue to remain steady depending on the impact of Fort Polk.

The School Board receives Impact Aid because of the number of students that are federally connected. The federally connected child count fluctuates from year to year based on activity at the base. Elected officials and administrators must be conscious of the effect this fluctuation has on funding while assuring that critical instructional needs are met.

The School Board has been trying to build its fund balance to deal with future anticipated state funding reductions and the likelihood of future school bus purchases. Long-term planning is a goal of the School Board but is difficult due to the uncertainty of state funding.

**F. Budgetary Controls** In addition, the School Board maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function by fund. School Board policy provides that expenditures within a fund may not exceed appropriations by more than five percent. Revisions to the budget enacted require School Board approval.

As demonstrated by the statements and schedules included in the financial section of this report, the School Board continues to meet its responsibility for sound financial management.

**G. Independent Audits** The report of our independent certified public accountants, Allen, Green & Williamson, LLP, follows as an integral component of this report. Their audit of the basic financial statements and accompanying combining and individual fund statements and schedules was performed in accordance with auditing standards generally accepted in the United States of America and, accordingly, included a review of the School Board's system of budgetary and accounting controls.



**H. Awards** The Government Finance Officers Association (GFOA) of the United States and Canada issues a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) issues a Certificate of Excellence in Financial Reporting to governments for their Comprehensive Annual Financial Report (CAFR). To be awarded these certificates, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. These certificates are valid for a period of one year only. The School Board was awarded the Certificate of Achievement for Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the years ended June 30, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, 2012 and 2013.

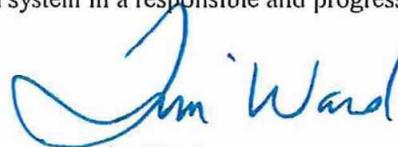


The School Board received the Association of School Business Officials International Certificate of Excellence in Financial Reporting for the fiscal years ended June 30, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, 2012 and 2013. The awards certified that the Comprehensive Annual Financial Report for these fiscal years substantially conforms to the principles and Standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials.

Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

**I. Acknowledgments** The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Department of Finance. We want to express our appreciation to them for their assistance. We also thank the members of the School Board for their interest and support in planning and conducting the financial operations of the school system in a responsible and progressive manner.

  
James Williams  
Superintendent

  
Tim Ward  
Director of Finance



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Vernon Parish School Board  
Louisiana**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2013**

Executive Director/CEO

Vernon Parish School Board

This page intentionally left blank

# Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award  
is presented to*

## **Vernon Parish School Board**

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2013*

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards



Handwritten signature of Terrie S. Simmons in black ink.

Terrie S. Simmons, RSBA, CSBO  
President

Handwritten signature of John D. Musso in black ink.

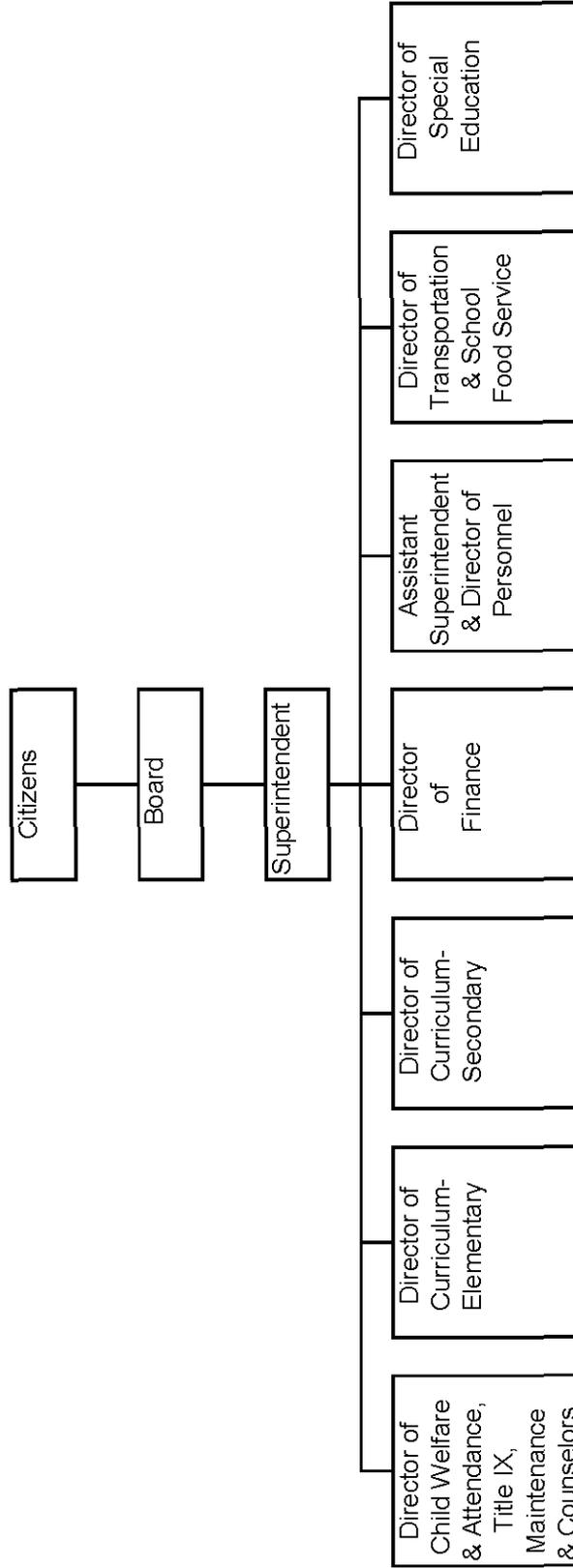
John D. Musso, CAE, RSBA  
Executive Director

Vernon Parish School Board

This page intentionally left blank.

# Vernon Parish School Board Organization Chart

June 30, 2014



**Vernon Parish School Board**

**Elected Officials  
June 30, 2014**

<u>Board Member</u>	<u>District</u>
Michael Perkins, President	5
Doug Brandon, Vice President	1
John Blankenbaker	7
Gerald Cooley	8
Randi Gleason	1
Mel Harris	1
Jerry L. Jeane	2
Randy Martin	4
Robert Pynes, Jr.	1
Richard Schwartz	3
Vernon L. Travis, Jr.	6
Steve Woods	1

**Vernon Parish School Board**

**Selected Administrative Officials  
June 30, 2014**

James Williams	Superintendent
Tim Ward	Director of Finance
Dottie Neugebauer	Director of Special Education
Tom Neubert	Director of Child Welfare and Attendance, Title IX, Maintenance and Counselors
Jimmie Funderburk	Director of Personnel
Michael Kay	Director of Transportation and School Food Service
Anne Smith	Director of Curriculum - Elementary
Mike Kay/John Farris	Director of Curriculum - Secondary

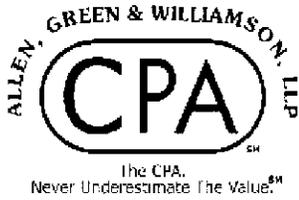
**Vernon Parish School Board**

This page intentionally left blank.

---

# FINANCIAL SECTION





# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Margie Williamson, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

Matt Carmichael, CPA  
Diane Ferschoff, CPA  
Jaime Esswein, CPA, CFE  
Jauncia Mercer, CPA, CFE

Ernest L. Allen, CPA  
(Retired) 1963 - 2000A

## Independent Auditor's Report

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Vernon Parish School Board, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Board's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Vernon Parish School Board, as of June 30, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## *Other Matters*

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Funding Progress for Other Post Employment Benefits, and the Budgetary Comparison Schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vernon Parish School Board's basic financial statements. The accompanying supplementary information, as listed in the table of contents and the other information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying other information, listed as the introductory and statistical sections in the table of contents, has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated DATE on our consideration of the Vernon Parish School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Allen, Green & Williamson, LLP". The signature is written in a cursive style.

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 29, 2014

**REQUIRED SUPPLEMENTARY INFORMATION:**

**MANAGEMENT'S DISCUSSION  
AND ANALYSIS (MD&A)**

---

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2014**

---

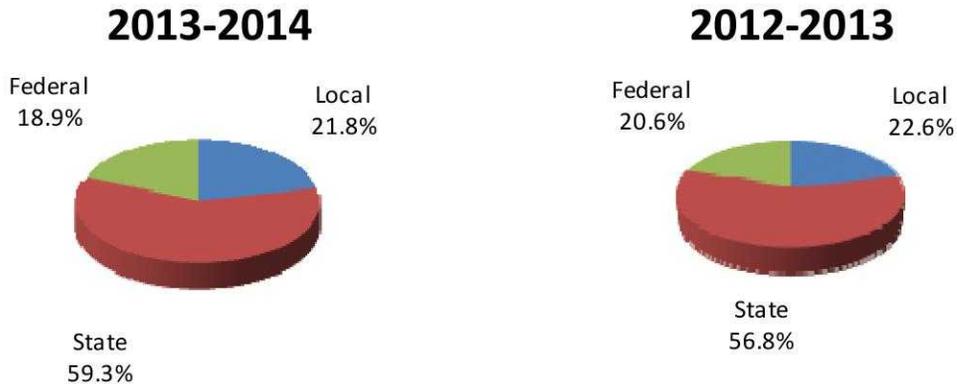
Our discussion and analysis of Vernon Parish School Board's financial performance provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the transmittal letter included in the introductory section of this report and the School Board's financial statements, which follows this Management's Discussion and Analysis. Amounts are reported in millions unless otherwise noted.

**FINANCIAL HIGHLIGHTS**

Our financial statements provide these insights into the results of this year's operations:

This year, the primary resources available to the school system are local revenues, primarily tax receipts, which total \$21.3 million or 21.8% of the total; state revenues, primarily minimum foundation funding (equalization) program and special grants, totaling \$58.1 million or 59.3% of the total; and federal funds, primarily impact aid and special grants totaling \$18.5 million or 18.9%. Last year, local revenues were \$22.1 million or 22.6% of the total, while state revenues were \$55.4 million or 56.8%, and federal revenues were \$20.0 million or 20.6%.

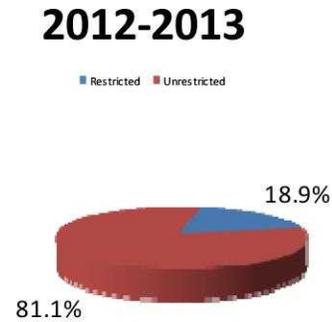
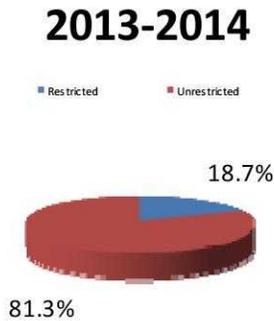
**TOTAL REVENUES BY SOURCE**



**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2014**

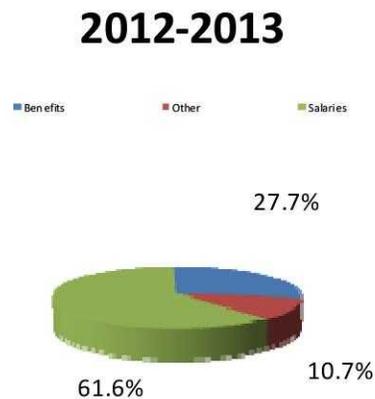
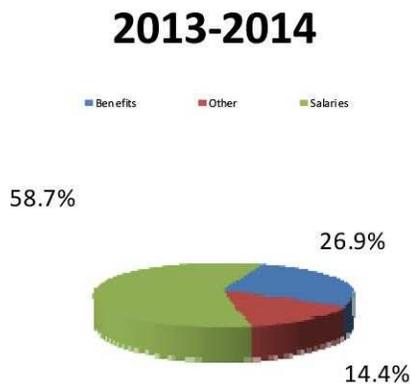
Of the total \$97.9 million in revenues received by the school system this year, \$18.3 million or 18.7% is restricted. Unrestricted revenues were \$79.6 million or 81.3%. Last year total revenue was \$97.5 million, of which total \$18.4 million or 18.9% was restricted revenue and \$79.1 million or 81.1% was unrestricted revenue.

**RESTRICTED VS. UNRESTRICTED REVENUES**



Of the unrestricted amount of \$79.6 million in 2013-2014, 58.7% was spent for salaries, 26.9% was spent for employee benefits, and 14.4% was spent for other functions in the school system. Of the unrestricted amount of \$79.1 million in 2012-2013, 61.6% was spent for salaries; 27.7% was spent for employee benefits; and 10.7% was spent for other functions of the school system.

**USES OF UNRESTRICTED REVENUE**



---

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2014**

---

**FUND FINANCIAL STATEMENTS**

The fund balances of all governmental funds showed a decrease of \$7.4 million, which is due mainly to decreases in the general fund and capital project funds. The general fund, a major fund of the School Board, showed a decrease of \$3.3 million due primarily to a \$1.3 million increase in expenditures and transfers, \$.2 million increase in workers' compensation expenses and \$1.8 million in increases in salaries, related benefits and utilities. Fund balances in maintenance funds and other special revenue funds increased \$.2 million due primarily to an increase in property tax revenue. Fund balances in the debt service funds decreased \$.2 million primarily due to paying off outstanding debt. The nonmajor capital project funds decreased \$4.0 million due to substantial completion of the Leesville High project.

Total revenue for all governmental funds for the current year was \$98.0 million, an increase of \$.3 million from the prior year. Total expenditures of \$109.8 million for the current year were a decrease of \$1.0 million over last year.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Most of the School Boards taxes and State Minimum Foundation Program funds were used to support the net cost (after deducting restricted grants and fees charged to users) of these four areas: instruction \$53.4 million or 57.6%, school administration \$6.9 million or 7.4%, plant services \$8.5 million or 9.1%, and transportation \$7.2 million or 7.8%. The changes between these areas and the prior year were: 1.9% decrease in instruction, 2.1% increase in school administration, 1.0% increase in plant services, 6.6% decrease in transportation.

**USING THIS ANNUAL REPORT** The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. Our fund financial statements are included later in this report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the School Board's overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant fund, the General fund. The remaining statement - the Statement of Fiduciary Assets and Liabilities presents financial information about activities for which the School Board acts solely as an agent for the benefit of students and parents.

**Comprehensive Annual Financial Report**

**Introductory Section**

Transmittal Letter  
Certificates of Excellence in Financial Reporting  
Organization Chart  
Elected Officials and Selected Administrative Officers

**Financial Section**

(Details outlined in the next chart)

**Statistical Section**

Financial Trends  
Revenue Capacity  
Debt Capacity  
Demographic and Economic Information  
Operating Information

(Refer to the Table of Contents in the front  
of this report for more details and the specific  
location of items identified above)

---

Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2014

---

***Financial Section***

**Required Supplementary Information**  
Management's Discussion & Analysis (MD&A)

**Basic Financial Statements**

**Government-wide  
Financial Statements**



**Fund  
Financial Statements**

**Notes to the Basic Financial Statements**

**Required Supplementary Information**  
Schedule of Funding Progress for Other Post Employment Benefit Plan  
Budgetary Information for the General Fund and Special Revenue Major Funds

**Supplementary Information**  
Nonmajor Funds Combining Statements & Budgetary Information  
Agency Funds Statements/Schedules  
Schedule of Compensation Paid Board Members  
Bond Covenant Information

Our auditor has provided assurance in the independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditor is providing varying degrees of assurance regarding the Required Supplementary Information and the Supplementary Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

**Reporting the School Board as a Whole**

***The Statement of Net Position and the Statement of Activities***

Our analysis of the School Board as a whole begins with the government-wide financial statements. One of the most important questions asked about the School Board is, "Is the School Board as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Position and the Statement of Activities, which appear first in the School Board's financial statements, report information on the School Board as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

---

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2014**

---

These two statements report the School Board's net position - the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, as reported in the Statement of Net Position - as one way to measure the School Board's financial health, or financial position. Over time, increases or decreases in the School Board's net position - as reported in the Statement of Activities - are one indicator of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School Board's operating results. However, the School Board's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the School Board.

The Statement of Net Position and Statement of Activities report the following activity for the School Board:

Governmental activities - All of the School Board's services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program funds, and state and federal grants finance most of these activities.

### **Reporting the School Board's Most Significant Funds**

#### ***Fund Financial Statements***

The School Board's fund financial statements provide detailed information about the most significant funds - not the School Board as a whole. Some funds are required to be established by State law and by bond covenants. However, the School Board establishes many other funds to help it control and manage money for particular purposes (like the School Food Service) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (like grants the School Board receives from the U.S. Department of Education). The School Board's governmental funds use the following accounting approach:

Governmental funds - All of the School Board's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's operations and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation on Statements D and F.

### **The School Board as Trustee**

#### ***Reporting the School Board's Fiduciary Responsibilities***

The School Board is the trustee, or fiduciary, for its student activities funds, scholarship fund, sales tax fund, and the protested sales tax fund. All of the School Board's fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities. We exclude these activities from the School Board's other financial statements because the School Board cannot use these assets to finance its operations. The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

---

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2014**

---

**THE SCHOOL BOARD AS A WHOLE** The School Board's net position was \$(4.8) million at June 30, 2014. The School Board reported an unrestricted deficit in net position of \$(29.9) million. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use the net position for day-to-day operations. Our analysis below focuses on the net position, (Table 1) and the change in net position (Table 2) of the School Board's governmental activities.

**Table 1**  
**Net Position**  
**(in millions)**  
**June 30,**

	Governmental Activities		
	2014	2013	Variance
Other assets	\$ 38.7	\$ 46.1	\$ (7.4)
Capital assets	56.4	53.4	3.0
Total assets	<u>95.1</u>	<u>99.5</u>	<u>(4.4)</u>
Other liabilities	10.9	11.1	(0.2)
Long-term liabilities	89.0	83.9	5.1
Total liabilities	<u>99.9</u>	<u>95.0</u>	<u>4.9</u>
Net position			
Net investment in capital assets	19.6	17.6	2.0
Restricted	5.5	5.8	(0.3)
Unrestricted (deficit)	(29.9)	(18.9)	(11.0)
Total net position	<u>\$ (4.8)</u>	<u>\$ 4.5</u>	<u>\$ (9.3)</u>

The (\$29.9) million in unrestricted net position of governmental activities represents accumulated results of all past year's operations. It means that if the School Board had to pay off all of its bills today the School Board would be short \$29.9 million.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities. Table 2 on the next page, takes the information from that statement and rearranges it slightly so that readers can see total revenues for the year.

Total net position decreased \$9.3 million as a result of current year activity. Total revenues increased \$0.4 million due to an increase in the minimum foundation program funding. The total expenses decreased \$5.5 million. The decrease in expenses is due mainly to adjustments to the OPEB liability offset by increases in salaries and benefits.

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2014**

**Table 2**  
**Changes in Net Position**  
**(in millions)**  
**For the Years Ended June 30,**

	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Governmental Activities:			
Net Position – beginning	\$ 4.5	\$ 14.7	\$ (10.2)
<b>Revenues:</b>			
Program revenues			
Charges for services	0.8	0.9	(0.1)
Operating grants and contributions	13.7	13.5	0.2
General Revenue			
Ad Valorem	7.8	7.8	-
Sales Taxes	11.8	12.1	(0.3)
State minimum foundation program	55.4	54.7	0.7
Other general revenues	8.4	8.5	(0.1)
Total revenues	<u>97.9</u>	<u>97.5</u>	<u>0.4</u>
<b>Functions/Program Expenses:</b>			
Instruction			
Regular programs	43.0	42.6	0.4
Special programs	12.6	14.2	(1.6)
Other instructional programs	5.5	5.7	(0.2)
Support services			
Student services	5.1	5.3	(0.2)
Instructional staff support	4.7	4.3	0.4
General administration	2.1	2.0	0.1
School administration	6.9	6.7	0.2
Business services	0.6	0.6	-
Plant services	9.3	8.6	0.7
Student transportation services	7.3	7.8	(0.5)
Central service	1.3	1.0	0.3
Food services	7.4	7.4	-
Community service programs	-	0.1	(0.1)
Interest on long term debt	1.4	1.4	-
Total expenses	<u>107.2</u>	<u>107.7</u>	<u>(0.5)</u>
<b>Increase (decrease) in net position</b>	<u>(9.3)</u>	<u>(10.2)</u>	<u>0.9</u>
Net Position – ending	<u>\$ (4.8)</u>	<u>\$ 4.5</u>	<u>\$ (9.3)</u>

---

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2014**

---

**Governmental Activities** As reported in the Statement of Activities, the cost of all governmental activities this year was \$107.2 million. The amount that taxpayers ultimately financed for these activities through School Board taxes was only \$19.6 million because some of the cost was paid by those who benefited from the programs \$0.8 million or by other governments and organizations who subsidized certain programs with grants and contributions \$77.5 million. \$9.3 of beginning fund balance was also used to cover expenses.

In the table below, we have presented the cost of each of the School Board's six largest functions - regular programs, special programs, school administration, plant services, student transportation services, and school food services, as well as each program's net cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

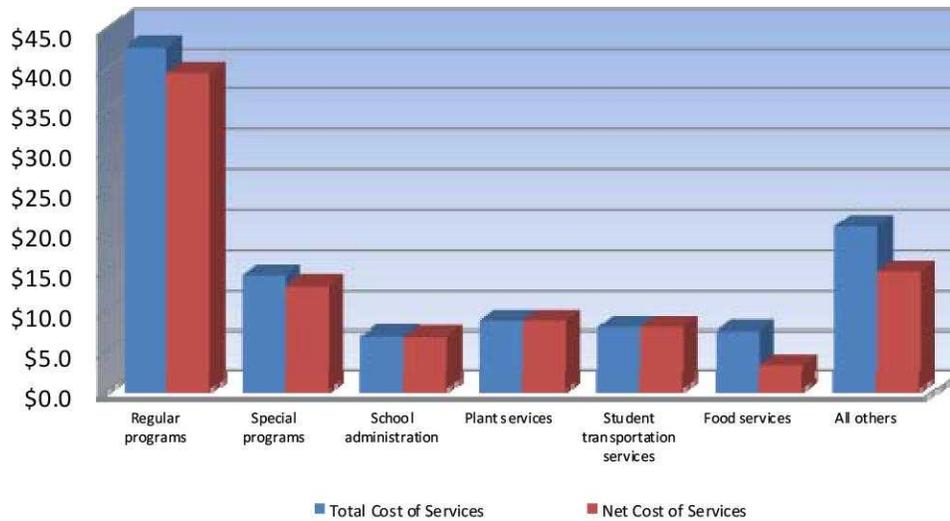
**Table 3**  
**For the Years Ended June 30,**  
**(in millions)**

	<b>Governmental Activities</b>			
	<b>Total Cost of Services</b>		<b>Net Cost of Services</b>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Regular programs	\$ 43.0	\$ 42.6	\$ 39.4	\$ 39.4
Special programs	12.6	14.2	11.7	13.0
School administration	6.9	6.8	6.9	6.7
Plant services	9.3	8.6	8.5	8.6
Student transportation services	7.3	7.8	7.2	7.8
Food services	7.4	7.4	3.4	3.1
All others	20.7	20.3	15.6	14.7
<b>Totals</b>	<b>\$ 107.2</b>	<b>\$ 107.7</b>	<b>\$ 92.7</b>	<b>\$ 93.3</b>

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2014**

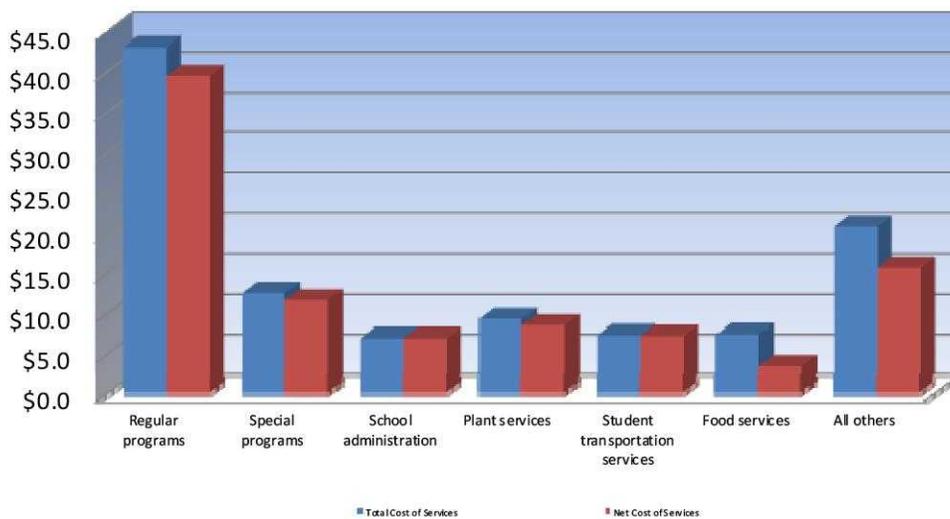
**Total Cost of Services  
Versus  
Net Cost of Services  
(In Millions)**

**2012-2013**



**Total Cost of Services  
Versus  
Net Cost of Services  
(In Millions)**

**2013-2014**



---

**Vernon Parish School Board**  
**Management's Discussion and Analysis (MD&A)**  
**June 30, 2014**

---

**THE SCHOOL BOARD'S FUNDS** As we noted earlier, the School Board uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the School Board is being accountable for the resources taxpayers and others provide to it but may also give you more insight into the School Board's overall financial health.

As the School Board completed this year, our governmental funds reported a combined fund balance of \$28.3 million.

Other significant changes in revenues and expenditures, which affected fund balances, were:

The general fund is our principal operating fund. The fund balance in the general fund decreased by \$3.3 million, with the following events occurring:

- \$2.2 million increase in expenditures due to increases in employee benefits and utility costs.
- \$.9 million increase in salaries and stipends
- \$.2 million increase in workers' compensation costs

Nonmajor special revenue funds had an increase in fund balance of \$.2 million due mainly to increases in property tax revenue.

Nonmajor debt service funds had the following change:

- \$0.2 million decrease in fund balance due to paying off and refinancing of outstanding debt.

The nonmajor capital projects funds had a significant change:

- \$4.0 million decrease in fund balance due to substantial completion of Leesville High construction.

***General Fund Budgetary Highlights*** The School Board is mandated by state law to adopt its budget by September 15 of each year. This original budget is based on a "bare bones" approach that reflects only guaranteed revenues and necessary expenditures since the major sources of revenues, i.e., minimum foundation program and impact aid, are based on October 1 student enrollment figures. The original budget figures are amended when revenues or expenditures exceed 5% of estimate. Additionally, the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. (A schedule showing the School Board's original and final budget amounts compared with actual amounts paid and received is provided later in this report as Required Supplemental Information.)

---

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2014**

---

There were significant revisions made to the 2013-2014 general fund original budgets. Budgeted amount available for appropriations decreased \$0.6 million primarily due to the following:

- \$0.3 million decrease in MFP revenue because of lower student counts.
- \$0.3 million decrease in sales tax revenue because of decrease in economic activity.

Budgeted charges to appropriations increased by \$2.2 million due to the following:

- \$0.2 million increase in central services
- \$0.5 million increase in both other instructional staff support and school administration
- \$1.0 million increase in both transfers out and transportation expenses.
- \$0.7 million increase in plant services.

The total actual revenue was more than the budgeted revenue by \$0.1 million due to an increase in minimum foundation program funding

The total actual expenditures were comparable to budget expenditures.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

*Capital Assets* At June 30, 2014, the School Board had \$56.4 million invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net increase (including additions, deductions and depreciation) of \$3.0 million or 5.6%, from last year.

**Capital Assets at Year-end  
(in millions)**

	<u>Governmental Activities</u>	
	<u>2014</u>	<u>2013</u>
Land	\$ 1.4	\$ 1.4
Construction in progress	19.9	15.5
Buildings	32.7	34.1
Furniture and equipment	2.4	2.4
Totals	<u>\$ 56.4</u>	<u>\$ 53.4</u>

This year's additions of \$5.2 million include \$4.4 million in construction in progress mainly for the ongoing Leesville High School Construction Project. Equipment increased \$.6 million, due to the acquisition of new office and lunch equipment and buses. Buildings increased \$.2 million due to various improvements and small additions at multiple locations.

We present more detailed information about our capital assets in Note 6 of the notes to the financial statements.

---

**Vernon Parish School Board  
Management's Discussion and Analysis (MD&A)  
June 30, 2014**

---

**DEBT ADMINISTRATION** At June 30, 2014, the School Board had \$38.2 million in general obligation bonds outstanding with maturities from 2015 to 2042 with interest rates ranging from 0.10 to 6.00 percent. Under state statute, the School Board is legally restricted from incurring long-term bonded debt in excess of 50% of the assessed value of taxable property. At June 30, 2014, the School Board's net bonded debt of \$36.1 million (total bonded debt of \$38.2 million less assets in debt service funds of \$2.1 million) was well below the legal limit of \$47 million. For more detailed information, please refer to the Notes to the Basic Financial Statement (Note 12).

	<u>Amount</u>	<u>Debt per Capita</u>
June 30, 2014 Net direct general obligation bonded debt	\$36,087,060	\$678

The School Board maintained a Baa bond rating from Moody's Investors Service.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES** Our elected and appointed officials and citizens consider many factors when setting the School Board's 2014-2015 fiscal year budget and tax rates. One of the most important factors affecting the budget is our student count. The 2014-2015 budget was adopted in September, 2014, based on an estimate of students that will be enrolled on October 1. The October 1 student count affects our Minimum Foundation Program (MFP) funding from the state. Approximately 56.0% of total revenues are from the MFP. Our Impact Aid federal funding is also tied to the number of federally connected students. Impact Aid fluctuates between \$5 to \$7 million per year. The October 1, 2014, student count was approximately 250 students lower.

We have projected an increase of \$1 million for the 2014-2015 fiscal year with no major uncertainties anticipated for the future.

**CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT** Our financial report is designed to provide our citizens, taxpayers, parents, students, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Tim Ward, Director of Finance, at Vernon Parish School Board, 201 Belview Road, Leesville, Louisiana 71446, telephone number (337) 239-3401.

**BASIC FINANCIAL STATEMENTS:**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS (GWFS)**

VERNON PARISH SCHOOL BOARD

STATEMENT OF NET POSITION  
June 30, 2014

Statement A

**GOVERNMENTAL  
ACTIVITIES**

ASSETS

Cash and cash equivalents	\$ 17,883,812
Investments	15,260,661
Receivables	5,359,738
Inventory	208,507
Capital assets:	
Land and construction in progress	21,251,926
Depreciable capital assets, net of depreciation	<u>35,167,249</u>

TOTAL ASSETS 95,131,893

LIABILITIES

Accounts, salaries and other payables	10,344,518
Unearned revenues	90,996
Interest payable	434,851
Long-term liabilities	
Due within one year	3,684,417
Due in more than one year	<u>85,357,422</u>

TOTAL LIABILITIES 99,912,204

NET POSITION

Net investment in capital assets	19,563,790
Restricted for:	
Grant funds	20,753
School food service	3,689
Facility maintenance	2,801,164
Debt service	2,080,441
Capital projects	59,074
Workers' compensation	646,000
Unrestricted (deficit)	<u>(29,955,222)</u>

TOTAL NET POSITION \$ (4,780,311)

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2014

Statement B

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE)
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND CHANGES IN NET POSITION
<i>Governmental activities:</i>				
Instruction:				
Regular programs	\$ 42,985,954	\$ -	\$ 3,566,668	\$ (39,419,286)
Special programs	12,627,239	-	914,188	(11,713,051)
Other instructional programs	5,527,661	-	3,227,216	(2,300,445)
Support services:				
Student services	5,127,729	-	452,836	(4,674,893)
Instructional staff support	4,684,588	-	815,172	(3,869,416)
General administration	2,081,285	-	443,015	(1,638,270)
School administration	6,937,725	-	53,396	(6,884,329)
Business services	569,332	-	10,489	(558,843)
Plant services	9,264,377	-	790,202	(8,474,175)
Student transportation services	7,349,972	-	107,597	(7,242,375)
Central services	1,257,347	-	81,375	(1,175,972)
Food services	7,393,967	811,651	3,210,496	(3,371,820)
Community services	25,502	-	197	(25,305)
Interest on long-term debt	1,395,924	-	-	(1,395,924)
<b>Total Governmental Activities</b>	<b>\$ 107,228,602</b>	<b>\$ 811,651</b>	<b>\$ 13,672,847</b>	<b>\$ (92,744,104)</b>

General revenues:

Taxes:

Property taxes, levied for general purposes	3,979,481
Property taxes, levied for debt services	3,829,468
Sales taxes	11,824,150

Grants and contributions not restricted to specific programs

Minimum Foundation Program	55,385,942
Other unrestricted state	499,744
Federal Forest Lands	84,661
State revenue sharing	280,885
Interest and investment earnings	59,457
Impact Aid and Department of Defense	6,705,595
Miscellaneous	813,331

Total general revenues 83,462,714

Change in net position (9,281,390)

Net position - beginning 4,501,079

Net position - ending \$ (4,780,311)

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**BASIC FINANCIAL STATEMENTS:**  
**FUND FINANCIAL STATEMENTS (FFS)**

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2014

Statement C

	GENERAL	NONMAJOR GOVERNMENTAL	TOTAL
<b>ASSETS</b>			
Cash and cash equivalents	\$ 7,214,387	\$ 10,669,425	\$ 17,883,812
Investments	14,736,314	524,347	15,260,661
Receivables	2,253,278	3,106,460	5,359,738
Interfund receivables	2,235,286	77,230	2,312,516
Inventory	-	208,507	208,507
<b>TOTAL ASSETS</b>	<b>26,439,265</b>	<b>14,585,969</b>	<b>41,025,234</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts, salaries and other payables	7,650,555	2,693,963	10,344,518
Interfund payables	69,679	2,242,837	2,312,516
Unearned revenues	-	90,996	90,996
<b>Total Liabilities</b>	<b>7,720,234</b>	<b>5,027,796</b>	<b>12,748,030</b>
<b>Fund Balances:</b>			
Nonspendable	-	117,511	117,511
Restricted	646,000	7,693,753	8,339,753
Committed	600,000	1,860,731	2,460,731
Unassigned	17,473,031	(113,822)	17,359,209
<b>Total Fund Balances</b>	<b>18,719,031</b>	<b>9,558,173</b>	<b>28,277,204</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 26,439,265</b>	<b>\$ 14,585,969</b>	<b>\$ 41,025,234</b>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**VERNON PARISH SCHOOL BOARD**

**Reconciliation of the Governmental Funds  
Balance Sheet to the Statement of Net Position  
June 30, 2014**

**Statement D**

Total fund balances - governmental funds		\$ 28,277,204
--	--	---------------

Interfund receivables of \$2,312,516 and interfund payables of \$2,312,516 have been eliminated for government-wide financial statement reporting		-
---	--	---

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets is allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Costs of capital assets	96,429,491	
Depreciation expense to date	<u>(40,010,316)</u>	56,419,175

Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long term - are reported in the Statement of Net Position.

Balances at June 30, 2014 are:

Long-term liabilities		
Bonds payable	(38,167,501)	
Certificate of Indebtedness	(980,000)	
Workers' compensation payable	(455,860)	
Compensated absences payable	(1,128,320)	
OPEB liability	(48,310,158)	
Interest payable	<u>(434,851)</u>	
		<u>(89,476,690)</u>

Net Position - Governmental Activities		<u>\$ (4,780,311)</u>
--	--	-----------------------

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2014

Statement E

	GENERAL	NONMAJOR GOVERNMENTAL	TOTAL
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 1,866,103	\$ 5,942,846	\$ 7,808,949
Sales and use	11,820,415	3,735	11,824,150
Interest earnings	48,766	10,691	59,457
Food services	-	811,651	811,651
Other	376,746	538,174	914,920
State sources:			
Equalization	54,926,841	459,101	55,385,942
Other	1,178,527	1,561,516	2,740,043
Federal sources			
	6,891,863	11,611,826	18,503,689
 Total Revenues	 <u>77,109,261</u>	 <u>20,939,540</u>	 <u>98,048,801</u>
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	34,833,241	3,416,010	38,249,251
Special programs	9,129,402	2,504,511	11,633,913
Other instructional programs	3,180,249	1,667,973	4,848,222
Support services:			
Student services	4,112,604	481,256	4,593,860
Instructional staff support	3,481,362	798,669	4,280,031
General administration	1,254,402	773,281	2,027,683
School administration	6,124,005	61,656	6,185,661
Business services	457,636	61,537	519,173
Plant services	7,433,905	1,378,174	8,812,079
Student transportation services	6,679,937	170,728	6,850,665
Central services	1,104,934	76,426	1,181,360
Food services	540,846	6,245,268	6,786,114
Community service programs	22,693	-	22,693
Capital outlay	115,541	5,057,522	5,173,063
Debt service:			
Principal retirement	315,000	6,766,458	7,081,458
Interest and bank charges	20,072	1,541,999	1,562,071
 Total Expenditures	 <u>78,805,829</u>	 <u>31,001,468</u>	 <u>109,807,297</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 <u>\$ (1,696,568)</u>	 <u>\$ (10,061,928)</u>	 <u>\$ (11,758,496)</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended June 30, 2014

Statement E

	<u>GENERAL</u>	<u>NONMAJOR GOVERNMENTAL</u>	<u>TOTAL</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	\$ 17,500	\$ 1,667,935	\$ 1,685,435
Transfers out	(1,646,935)	(38,500)	(1,685,435)
Issuance of new debt	-	4,407,000	4,407,000
	<u>(1,629,435)</u>	<u>6,036,435</u>	<u>4,407,000</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	(3,326,003)	(4,025,493)	(7,351,496)
FUND BALANCES - BEGINNING	<u>22,045,034</u>	<u>13,583,666</u>	<u>35,628,700</u>
FUND BALANCES - ENDING	<u>\$ 18,719,031</u>	<u>\$ 9,558,173</u>	<u>\$ 28,277,204</u>

(CONCLUDED)

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**VERNON PARISH SCHOOL BOARD**

**Reconciliation of the Governmental Funds  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
to the Statement of Activities  
For the Year Ended June 30, 2014**

**Statement F**

Total net change in fund balances - governmental funds \$ (7,351,496)

Amounts reported for governmental activities in the Statement of Activities are different because:

Operating transfers in of \$1,685,435 and operating transfers out of \$1,685,435 have been eliminated for government-wide financial statement reporting. -

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense for assets over the capitalization threshold. This is the amount by which depreciation exceeds capital outlays in the period:

Capital outlay additions	\$ 5,173,063	
Depreciation expense	<u>(2,068,248)</u>	3,104,815

The Statement of Activities reflects the effects of the disposition of capital assets during the year. The cost less the depreciation (net value) of the items disposed of during the year are not reflected in the fund balance (61,139)

The issuance of long-term debt provides current financial resources of the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Issuance of new debt		(4,407,000)
Refunded bonds		4,527,375
Repayment of bond principal		2,554,083

In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned (\$618,309) exceeded the amounts used (\$563,265) by \$55,044. (55,044)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds

Decrease of interest payable		166,147
Increase of incurred but not reported workers' compensation claims		(22,307)
Increase in OPEB liabilities		<u>(7,736,824)</u>

Change in net position of governmental activities \$ (9,281,390)

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**VERNON PARISH SCHOOL BOARD**  
**FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**June 30, 2014**

Statement G

	<b>AGENCY FUNDS</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,194,216
Investments	167,936
Accounts receivables	2,629,451
<b>TOTAL ASSETS</b>	<b>3,991,603</b>
 <b>LIABILITIES</b>	
Deposits due others	3,991,603
<b>TOTAL LIABILITIES</b>	<b>\$ 3,991,603</b>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**INDEX**

Page

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES .....	53
A. REPORTING ENTITY .....	53
B. FUNDS.....	53
C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING.....	54
D. CASH AND CASH EQUIVALENTS.....	55
E. INVESTMENTS .....	55
F. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES .....	56
G. ELIMINATION AND RECLASSIFICATIONS .....	56
H. INVENTORY .....	57
I. CAPITAL ASSETS.....	57
J. UNEARNED REVENUES .....	57
K. COMPENSATED ABSENCES .....	57
L. LONG-TERM LIABILITIES.....	58
M. RESTRICTED NET POSITION.....	58
N. FUND EQUITY OF FUND FINANCIAL STATEMENTS .....	58
O. INTERFUND ACTIVITY.....	59
P. SALES TAXES .....	59
Q. BUDGETS.....	59
R. USE OF ESTIMATES .....	60
NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY .....	60
NOTE 3 - LEVIED TAXES.....	60
NOTE 4 - DEPOSITS AND INVESTMENTS.....	62
NOTE 5 - RECEIVABLES.....	63
NOTE 6 - CAPITAL ASSETS.....	64
NOTE 7 - RETIREMENT SYSTEMS.....	65
NOTE 8 - OTHER POST EMPLOYMENT BENEFITS .....	66
NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES.....	67
NOTE 10 - AGENCY FUND DEPOSITS DUE OTHERS (FFS LEVEL ONLY).....	68
NOTE 11- SALES TAX DISTRIBUTIONS .....	69
NOTE 12 - LONG-TERM LIABILITIES .....	70
NOTE 13 - INTERFUND ASSETS/LIABILITIES (FFS LEVEL ONLY).....	72
NOTE 14 - RESTRICTED NET POSITION FOR WORKERS' COMPENSATION.....	73
NOTE 15 - INTERFUND TRANSFERS (FFS LEVEL ONLY).....	73
NOTE 16 - ENCUMBRANCES (FFS LEVEL ONLY).....	73
NOTE 17 - RISK MANAGEMENT .....	73
NOTE 18 - LITIGATION AND CLAIMS .....	74
NOTE 19 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES .....	75
NOTE 20 - ECONOMIC DEPENDENCY .....	75
NOTE 21 - SUBSEQUENT EVENTS.....	75
NOTE 22 - FUND BALANCE DETAILS.....	76
NOTE 23 - REPORTING RECLASSIFICATION.....	76

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** The accompanying financial statements of the Vernon Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**A. REPORTING ENTITY** The Vernon Parish School Board was created by Louisiana Revised Statute LSA-R.S. 17:51 to provide public education for the children within Vernon Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the state of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of twelve members who are elected from eight districts for terms of four years.

The School Board operates eighteen schools within the parish with a total enrollment of 9,716 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

The School Board is considered a primary government, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no component units as other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

**B. FUNDS** The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The funds of the School Board are classified into two categories: governmental and fiduciary.

**Governmental Funds** Governmental funds are used to account for the School Board's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of long-term debt. The School Board reports the following major governmental funds:

**General fund** - The primary operating fund of the School Board accounts for all financial resources, except those required to be accounted for in other funds.

**Fiduciary Funds** Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the School Board.

*Agency funds* are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

**School activities fund** - accounts for assets held by the School Board as an agent for the individual schools and school organizations.

**Scholarship fund** - accounts for voluntary employee contributions and is used to provide an annual scholarship for a graduate from the parish schools.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**Sales tax fund** - accounts for monies collected on behalf of other taxing authorities within the parish.

**Protested Sales tax fund** - accounts for collection of sales tax receipts by the Sales Tax Agency that are paid under protest and are set aside until the protest has been resolved.

**C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

**Government-Wide Financial Statements (GWFS)**  
The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Net Position and the Statement of Activities was prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

**Program revenues** Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**Allocation of indirect expenses** The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on long-term debt is

considered an indirect expense and is reported separately on the Statement of Activities.

**Fund Financial Statements (FFS)**

**Governmental Funds** The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on long-term debt which is recognized when due. Compensated absences and claims and judgments are reported in a governmental fund only if the claims are due and payable.

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

**Ad valorem taxes** are recognized when all applicable eligibility requirements are met and the resources are available.

**Sales Taxes** are recognized when underlying exchange transaction occurs and the resources are available.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**Entitlements and shared revenues** (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

**Other receipts** become measurable and available when cash is received by the School Board and are recognized as revenue at that time.

**Expenditures**

**Salaries** are recorded as paid. The unpaid balance of salaries for employees who work nine months of the year but elect to be paid over twelve months ending August 31 are accrued at June 30.

**Other Financing Sources (Uses)** Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of capital assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**Fiduciary Funds** The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the School Board holds for others in an agency capacity.

**D. CASH AND CASH EQUIVALENTS** Cash includes amounts in demand deposits and interest-bearing demand deposits, and time deposit accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the School Board may deposit funds in demand deposits, interest-bearing

demand deposits or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

**E. INVESTMENTS** Under state law, the School Board may invest in United States bonds treasury notes or certificates. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. The School Board's adopted investment policy does not address interest rate risk, credit risk or custodial credit risk.

Investments in certificates of deposits are stated at amortized cost. Investments in U. S. Treasury securities are stated at market value. Investments in the Louisiana Asset Management Pool (LAMP) are valued at market value.

The investments are reflected at fair value except for the following which are permitted per GASB Statement No. 31:

Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.

The School Board reported at amortized cost money market investments and *participating* interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

**Definitions:**

Interest-earning investment contracts include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

The School Board participates in the Louisiana Asset Management Pool, Inc. (LAMP) which is an external

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

investment pool that is not SEC-registered. Because the LAMP is an arrangement sponsored by a type of governmental entity, it is exempt by statute from regulation by the SEC.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA-R.S. 33:2955.

GASB Statement No. 40 Deposit and Investment Risk Disclosure, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk and foreign currency risk for all public entity investments.

LAMP is a 2a7-like investment pool. The following facts are relevant for 2a7-like investment pools:

- Credit risk: Lamp is rated AAAM by Standard & Poor's
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by share of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosures using the weighted

average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investment is 58 days as of June 30, 2014.

- Foreign currency risk: Not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

An annual audit of LAMP is conducted by an independent certified public accountant. The Legislative Auditor of the state of Louisiana has full access to the records of the LAMP.

LAMP issues financial reports. These financial reports can be obtained by writing: LAMP, Inc., 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130.

**F. SHORT-TERM INTERFUND RECEIVABLES /PAYABLES** During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the fund financial statements balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

**G. ELIMINATION AND RECLASSIFICATIONS** In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column. Interfund services

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

provided and used are not eliminated in the process of consolidation.

**H. INVENTORY** Inventory is accounted for using the consumption method, where expenditures are recognized as inventory is used.

Inventory of the school food service special revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. Unused commodities at June 30 are reported as unearned revenue. All purchased inventory items are valued at cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture.

**I. CAPITAL ASSETS** Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$5,000 for capital assets and \$100,000 for intangibles-software. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Vehicles and trailers are assigned a salvage value of five percent of historical costs. Straight line depreciation is used based on the following estimated useful lives:

Buildings	10-40 years
Furniture and equipment	3-10 years
Intangibles-software	3-5 years

**J. UNEARNED REVENUES** The School Board reports unearned revenues on its Statement of Net Position and fund Balance Sheet. Unearned revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

**K. COMPENSATED ABSENCES** All 12-month employees earn ten days of vacation leave each year. Employees cannot accumulate more than 13 days of

vacation leave. Upon retirement, unused vacation leave of up to 13 days is paid to employees.

All School Board employees earn ten days of sick leave each year. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave of up to 25 days is paid to employees per Louisiana Revised Statute 17:425 at the employees' current rate of pay and all unused sick leave is used in the retirement computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service.

The School Board's recognition and measurement criteria for compensated absences follow:

Vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

- A. The employees' right to receive compensation is attributable to services already rendered.
- B. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

A liability for sick leave should be accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals. The School Board uses this approach to accrue

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

the liability for sick leave which includes salary related payments. The School Board accrues those employees that have a minimum experience of 20 years.

- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments.

Sabbatical leave benefits are accrued in the government-wide financial statements if they are based on past service, will be used as unrestricted time off, and are probable of being paid. In the fund financial statements, sabbatical leave benefits are recorded in the governmental fund only if the benefits are due and payable.

**L. LONG-TERM LIABILITIES** For government-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

For fund financial reporting, bond premiums and discounts, as well as issuance costs are recognized in the period the bonds are issued. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

**M. RESTRICTED NET POSITION** For the government-wide Statement of Net Position, net position is reported as restricted if either of the following conditions exist:

- Restrictions are externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments.
- Restrictions are imposed by law through constitutional provisions or enabling legislation.

Net Position restricted for facility maintenance and debt service are restricted by enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use unrestricted resources first, then restricted resources as needed.

**N. FUND EQUITY OF FUND FINANCIAL STATEMENTS** GASB 54 requires the fund balance amounts to be reported within the fund balance categories as follows:

**Non-spendable:** Fund balance that is not in spendable form or legally or contractually required to be maintained intact. This category includes items that are not easily converted to cash such as inventories and prepaid items.

**Restricted:** Fund balance that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

**Committed:** Fund balance that can only be used for specific purposes determined by the School Board's highest level of decision making authority. The Board is the highest level of decision making authority for the School Board which can commit fund balance prior to the close of the fiscal year through the submission and adoption of a board resolution. Committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it employed to previously commit the funds.

**Assigned:** Fund balance that is constrained by the School Board's intent to be used for specific purposes, but are neither restricted nor committed. The School Board's policies do not address assignment of fund balance.

**Unassigned:** Fund balance that is the residual classification for the general fund. Negative unassigned fund balance may be reported in other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

The School Board reduces committed amounts, followed by assigned amounts and then unassigned amounts when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The School Board considers restricted amounts to have been spent when an expenditure has incurred for purposes for which both restricted and unrestricted fund balance is available.

**O. INTERFUND ACTIVITY** Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

**P. SALES TAXES** The Vernon Parish School Board has the following two sales tax ordinances:

The School Board collects a one percent parish-wide sales and use tax as authorized in a special election held January 12, 1991. In accordance with the proposition approved by the voters of the parish, the "net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System" and for benefits of the retirees of the Vernon Parish School System.

The School Board collects a one percent parish-wide sales and use tax authorized in a special election held March 31, 1973. In accordance with the proposition approved by the voters of the parish, the "net revenues derived from said sales and use tax is to be dedicated and used solely for the purpose to provide funds for the payment of salaries of school employees in the Vernon Parish School System."

**Q. BUDGETS**

**General Budget Policies** The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the general fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the general fund and all special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain citizens' comments. The operating budgets include proposed expenditures and the means of financing them. Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. There were several revisions made to the 2012-2013 general fund original budget. Budgeted amounts available for appropriations were decreased by \$2.5 million. Budgeted charges to appropriations were increased by \$1.1 million.

**Encumbrances** Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

**Budget Basis of Accounting** All governmental funds' budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

**R. USE OF ESTIMATES** The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Excess of Expenditures Over Appropriations in Individual Funds** The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2014:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Other Special Funds	\$ -	\$ 18,799	\$ (18,799)
Network Pilot Technology	-	4,839	(4,839)
LA4	1,754,140	1,832,889	(78,749)
LA4-CDBG	-	24,636	(24,636)
Food Processing Centers	44,942	45,293	(351)
Education Excellence	227,680	312,360	(84,680)
Orange Maintenance	99,240	99,463	(223)

**NOTE 3 - LEVIED TAXES** The School Board levies taxes on real and business personal property located within Vernon Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Vernon Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Vernon Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

	<u>Property Tax Calendar</u>
Assessment date	January 1, 2013
Levy date	October 8, 2013
Tax bills mailed	November 6, 2013
Due date	December 31, 2013
Collection Date	December 2013-February 2014
Lien date	May 12, 2014
Tax sale – 2013	May 17, 2014

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

Assessed values are established by the Vernon Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10% land	15% industrial improvements
15% machinery	15% commercial improvements
10% residential improvements	25% public service properties, excluding land

A revaluation of all property is required after 1978 to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2012. Total assessed value was \$189,512,160 in calendar year 2013. Louisiana state law exempts the first \$75,000 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$48,670,969 of the assessed value in calendar year 2013.

State law requires the sheriff to collect property taxes in the calendar year in which the assessment is made. Property taxes become delinquent January 1 of the following year. If taxes are not paid by the due date, taxes bear interest at the rate of 1% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the sheriff is required by the Constitution of the State of Louisiana to sell the least quantity of property necessary to settle the taxes and interest owed.

All property taxes are recorded in the general, special revenue funds and debt service funds on the basis explained in Note 1. Revenues in such funds are recognized in the accounting period in which they become measurable and available. Property taxes are considered measurable in the calendar year of the tax levy. Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Available means due, or past due, and receivable within the current period and collected with the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The remaining property taxes receivable are considered because they are substantially collected within 60 days subsequent to year-end.

The tax roll is prepared by the parish tax assessor in November of each year; therefore, the amount of 2013 property taxes to be collected occurs in December and January and February of the next year.

Historically, virtually all ad valorem taxes receivable were collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

	<u>Date of Voter Approval</u>	<u>Authorized</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parish-wide taxes:				
Constitutional and Operations	Statutory	4.18	4.18	Statutory
Maintenance and Operations	April 23, 2005	8.12	8.12	2014
District Taxes:				
Ward				
1	April 23, 2005	13.03	13.03	2014
2 Hornbeck	November 12, 2005	10.39	10.39	2015
2 Hornbeck	April 23, 2005	13.83	13.83	2014
2 Orange	April 23, 2005	13.24	13.24	2014
3	April 29, 2006	18.77	18.77	2016
4 Pickering	December 8, 2012	14.14	14.14	2023
5	December 8, 2012	18.65	18.65	2023
6	November 15, 2003	12.68	12.68	2013
7	April 29, 2006	17.42	17.42	2016
8	December 8, 2012	14.00	14.00	2023
District Sinking Fund Taxes:				
1	May 4, 2002	Variable	33.88	2021
2 Orange	November 4, 2008	Variable	46.91	2033
2 Hornbeck	January 19, 1985	Variable	13.19	2014
3	February 9, 2008	Variable	24.27	2037
4 Pickering	September 18, 2004	Variable	19.98	2024
5	April 5, 2003	Variable	13.51	2022
6	January 18, 1992	Variable	28.48	2021
7	May 3, 2003	Variable	26.34	2022
8	September 18, 2004	Variable	30.33	2034

**NOTE 4 - DEPOSITS AND INVESTMENTS** Deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2014, the School Board had the following investments:

<u>Investment type</u>	<u>Maturities</u>	<u>Fair Value</u>
Louisiana Asset Management Pool (LAMP)	Less than 1 year	\$ 576,290
Certificates of Deposit	Less than 1 year	14,684,371
Municipal Bonds (Bond Rating Aa3)	> 5 years	55,813
Build American Bonds Income Trust (Not rated)		95,625
Mutual Funds		4,739
Stock Certificates		11,759
Total		<u>\$ 15,428,597</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

Total investments of the School Board are \$15,428,597; however, \$167,936 is reported in agency funds (Statement G). The municipal bonds, Build American Bonds Income Trust and stock certificates were donated to Pitkin High School FFA for educational training on the stock market. The school does not invest school funds but uses the donated funds for training, in which all earnings and losses flow through the account.

**Interest Rate Risk:** The School Boards' policy does not address interest rate risk. For information regarding the interest rate risk on LAMP investments, see note 1E. The weighted average years to maturity for the municipal bonds is 22.32 years. The investment trust bonds are rated investment grade or higher. Investment trust bonds can be liquidated on any business day.

**Credit Risk:** The School Board invests in certificates of deposit and U.S. Treasury obligations which do not have credit ratings. The School Board's investment in LAMP was rated AAAM by Standard & Poor's. The School Board's policy does not address credit rate risk.

**Custodial Credit Risk-Deposits:** This represents the risk that in the event of a bank failure, the School Board's deposits may not be returned to it. As of June 30, 2014 the School Board's bank balance was \$39,117,535 (including \$14,684,371 which is in certificates of deposit, classified as investments under Statement A and Statement G). Of the bank balance, \$750,000 was covered with federal depository insurance or by collateral held by the School Board's name. Of the remaining balance \$36,112,591 was collateralized with securities held by pledging financial institutions trust department or agent but not in the School Board's name and \$2,254,944 was not secured. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon request. The School Board has no formal custodial credit risk for deposit policy.

**NOTE 5 - RECEIVABLES** The receivables at June 30, 2014, are as follows:

<u>Class of Receivables</u>	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Taxes:			
Sales Tax	\$ 1,077,783	-	\$ 1,077,783
Intergovernmental - grants:			
Federal	921,607	2,650,455	3,572,062
State	10,571	376,483	387,054
Other	243,317	79,522	322,839
Total	<u>\$ 2,253,278</u>	<u>\$ 3,106,460</u>	<u>\$ 5,359,738</u>

No allowance for doubtful accounts has been established as the School Board expects to collect the full balance.

All significant balances included in the above chart are expected to be collected within twelve months of the year-end.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 6 - CAPITAL ASSETS** Capital asset balances and activity for the year ended June 30, 2014 is as follows:

	Balance Beginning	Additions	Deletions	Balance Ending
Governmental activities				
Capital asset not being depreciated				
Land	\$ 1,352,197	\$ -	\$ -	\$ 1,352,197
Construction in progress	15,500,655	4,399,074	-	19,899,729
Total capital assets not being depreciated	<u>16,852,852</u>	<u>4,399,074</u>	<u>-</u>	<u>21,251,926</u>
Capital assets being depreciated				
Buildings	67,007,336	215,823	161,161	67,061,998
Furniture and equipment	7,837,217	558,166	279,816	8,115,567
Total capital assets being depreciated	<u>74,844,553</u>	<u>773,989</u>	<u>440,977</u>	<u>75,177,565</u>
Less accumulated depreciation				
Buildings	32,895,372	1,514,521	121,755	34,288,138
Furniture and equipment	5,426,534	553,727	258,083	5,722,178
Total accumulated depreciation	<u>38,321,906</u>	<u>2,068,248</u>	<u>379,838</u>	<u>40,010,316</u>
Total capital assets being depreciated, net	<u>36,522,647</u>	<u>(1,294,259)</u>	<u>61,139</u>	<u>35,167,249</u>
Governmental activities				
Capital assets, net	<u>\$ 53,375,499</u>	<u>\$ 3,104,815</u>	<u>\$ 61,139</u>	<u>\$ 56,419,175</u>
Regular programs				\$ 1,233,384
Special programs				109,773
Other instructional programs				86,319
Instructional staff support				1,804
General administration				23,209
School administration				173,591
Plant services				98,935
Student transportation services				101,090
Food services				240,143
Total depreciation expense				<u>\$ 2,068,248</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 7 - RETIREMENT SYSTEMS**

Substantially, all employees of the School Board are members of two statewide retirement systems. In general, full-time employees of School Board, except for bus drivers and maintenance personnel, are required to become Teachers Retirement System of Louisiana members. Full-time bus drivers and maintenance personnel are required to become members of Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

**Teachers' Retirement System of Louisiana (TRS)**

**Plan description** The School Board participates in two membership plans of the TRS, the Regular Plan and Plan A. The TRS provides retirement benefits as well as disability and survivor benefits. Different eligibility requirements are set for members who join TRS:

- before July 1, 1999
- between July 1, 1999 through December 31, 2010; and
- on or after January 1, 2011.

Benefits are established and amended by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

**Funding policy** Plan members are required to contribute 8% and 9.1% of their annual covered salary for the Regular Plan and Plan A, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 27.20% and 32.6% of annual covered payroll for the Regular Plan and Plan A, respectively. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer

contribution for the TRS, as provided by state law, is funded by the State of Louisiana through annual appropriations, by deducting from ad valorem taxes, and by remittance from the School Board. The School Board's contributions to the TRS for the years ending June 30, 2014, 2013, and 2012 were \$12,457,844, \$12,258,823, and \$11,012,961 respectively, equal to the required contributions for each year.

**Louisiana School Employees' Retirement System (LSERS)**

**Plan description** The LSERS provides retirement benefits as well as disability and survivor benefits. A plan member who has at least ten years of service (member before 07/01/2010) or five years of service (member on or after 07/01/2010), becomes vested for retirement benefits. Plan members with five (member before 07/01/2006) or ten years of service (members on or after 07/01/2006) may qualify for disability benefits. Qualification for survivor benefits depends on years of service and whether actively employed at the time of death. Benefits are established by state statute. The LSERS issues a publicly available financial report that includes financial statements and supplementary information for the LSERS. That report may be obtained by writing to Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (225)

**Funding policy** Plan members are required to contribute 7.5% - 8% of their annual covered salary and the School Board is required to contribute at an actuarially determined rate. The current rate is 32.3% of annual covered payroll. Member contributions and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LSERS is funded by the State of Louisiana through annual appropriations. The School Board's contributions to the LSERS for the years ending June 30, 2014, 2013, and 2012 were \$1,519,512, \$1,424,446, and \$1,329,654 respectively, equal to the required contributions for each year.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 8 - OTHER POST EMPLOYMENT BENEFITS**

premiums are paid jointly by the employee and the School Board.

*Plan Description* - In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees on a pay-as-you-go basis. The School Board's OPEB Plan is a single-employer defined benefit "substantive plan" as understood by past practices of the School Board and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB Plan is reported based on communication to plan members. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits and similar benefits for active employees are provided through the Office of Group Benefits, whose monthly

*Funding Policy* - The contribution requirements of plan members and the School Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. The healthcare and life insurance premiums are paid 25% by the retiree and 75% by the employer.

The plan is currently financed on a pay as you go basis, with the School Board contributing \$4,753,380 for 600 retirees.

The plan does not issue a separate report.

*Annual Other Post Employment Benefit Cost and Liability* - The School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45, which was implemented for the year ended June 30, 2009 prospectively. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities (UAL) over a period of thirty years. A 30 year, closed amortization period had been used. The level dollar amortization method is used. The total ARC for fiscal year 2014 is \$13,405,835 as set forth below:

Normal Cost	\$ 6,095,848
30-year UAL amortization amount	7,309,987
Annual required contribution (ARC)	\$ 13,405,835

The following table presents the School Board's OPEB Obligation for fiscal years 2014, 2013, and 2012:

	2014	2013	2012
Beginning Net OPEB Obligation July 1	\$ 40,573,334	\$ 32,178,842	\$ 22,770,078
Annual required contribution	13,405,835	13,405,835	13,084,400
Interest on prior year Net OPEB Obligation	1,622,933	1,287,154	910,803
Adjustment to ARC	(2,538,564)	(2,013,343)	-
Annual OPEB Cost	12,490,204	12,679,646	13,995,203
Less current year retiree premiums	(4,753,380)	(4,285,154)	(4,586,439)
Increase in Net OPEB Obligation	7,736,824	8,394,492	9,408,764
Ending Net OPEB Obligation at June 30	\$ 48,310,158	\$ 40,573,334	\$ 32,178,842

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

Funded Status and Funding Progress - Since the plan is not funded, the School Board's entire actuarial accrued liability of \$116,833,980 was unfunded.

The funded status of the plan, as determined by an actuary as of July 1, 2013 was as follows:

	2014
Actuarial accrued liability (AAL)	\$ 116,833,980
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	\$ 116,833,980
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll	\$ 54,671,552
UAAL as a percentage of covered payroll	214%

The Schedule of Funding Progress required supplemental information follows the notes. The Schedule presents multi year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2013, Vernon School Board actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return and initial actual healthcare cost trend rate of 6.2%, scaling down to ultimate rates of 4.7% per year. The inflation rate is a subset of the healthcare cost trend rate, in which a rate of 2.5% was assumed. The RP-2000 Combined Healthy Mortality Table Projected to 2027 was used in making actuarial assumptions. Withdrawal rates for employees ranged from 7% at age 25 to 2% at age 50. Disability rates ranged from .01% at age 25 to .47% at age 55. Retirement rates ranged from 5% at age 38 to 100% at age 72. The School Board uses the level dollar amortization method with the remaining amortization period at June 30, 2014, was twenty-four years.

**NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES** The payables at June 30, 2014, are as follows:

	General	Nonmajor Governmental	Total
Salaries	\$ 6,791,281	\$ 1,394,674	\$ 8,185,955
Accounts	681,694	427,177	1,108,871
Retainage	-	872,112	872,112
Claims	177,580	-	177,580
Total	\$ 7,650,555	\$ 2,693,963	\$ 10,344,518

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 10 - AGENCY FUND DEPOSITS DUE OTHERS (FFS LEVEL ONLY)** A summary of changes in agency fund deposit due others follows:

	Balance at Beginning of year	Additions	Reductions	Balance at Ending of year
School activities agency	\$ 1,301,447	\$ 3,139,101	\$ 3,155,570	\$ 1,284,978
Scholarship	3,041	1,529	2,082	2,488
Sales tax agency	2,861,220	28,641,543	28,874,706	2,628,057
Protested sales tax	59,957	16,123	-	76,080
Total	<u>\$ 4,225,665</u>	<u>\$ 31,798,296</u>	<u>\$ 32,032,358</u>	<u>\$ 3,991,603</u>

The following details the changes in deposits due others for the Sales Tax Agency fund:

Beginning Balance, July 1, 2013	\$ 2,861,220
Additions (Sales Tax Collections)	28,641,543
Deductions	
Collection Fees	\$ 379,930
Vernon Parish School Board	11,753,516
Vernon Parish Police Jury	8,810,244
City of Leesville	4,163,785
Town of New Llano	297,464
Town of Rosepine	161,772
Town of Hornbeck	51,776
Vernon Parish Sheriff's Office	2,973,105
Tourism & Use Tax Collections	283,114
Total Deductions:	<u>28,874,706</u>
Ending Balance, June 30, 2014	<u>\$ 2,628,057</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 11 - SALES TAX DISTRIBUTIONS** The following is a schedule of the sales tax disbursements made to local governmental sales tax entities for the fiscal year ended June 30, 2014:

	<u>Gross Amounts</u>	<u>Less Collection Fees</u>	<u>Total Distributions</u>
Vernon Parish School Board (2%)			
School Board (1%) 1973	\$ 5,966,252	\$ 89,494	\$ 5,876,758
School Board (1%) 1991	5,966,252	89,494	5,876,758
	<u>11,932,504</u>	<u>178,988</u>	<u>11,753,516</u>
Vernon Parish Police Jury ( 1.5%)			
Police Jury (1%) 2006 Renewal	5,962,940	44,722	5,918,218
Police Jury (0.5%) 2006 Renewal	2,981,470	89,444	2,892,026
	<u>8,944,410</u>	<u>134,166</u>	<u>8,810,244</u>
Law Enforcement District (0.5%) 2004	<u>2,981,459</u>	<u>8,354</u>	<u>2,973,105</u>
Town of Leesville (1.5%)			
Town of Leesville (1%) 2004 Renewal	2,806,743	30,887	2,775,856
Town of Leesville (0.5%) 2004	1,403,372	15,443	1,387,929
	<u>4,210,115</u>	<u>46,330</u>	<u>4,163,785</u>
Village of Rosepine (1.5%)			
Village or Rosepine (1%) 2011 Renewal	109,490	1,642	107,848
Village of Rosepine (.5%) 2011	54,745	821	53,924
	<u>164,235</u>	<u>2,463</u>	<u>161,772</u>
Village of New Llano (1.5%)			
Village of New Llano (1%)	201,329	3,020	198,309
Village of New Llano (.5%) 2007	100,665	1,510	99,155
	<u>301,994</u>	<u>4,530</u>	<u>297,464</u>
Town of Hornbeck (1%)	<u>52,564</u>	<u>788</u>	<u>51,776</u>
Tourism (3%)	<u>287,425</u>	<u>4,311</u>	<u>283,114</u>
Total	<u>\$ 28,874,706</u>	<u>\$ 379,930</u>	<u>\$ 28,494,776</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 12 - LONG-TERM LIABILITIES** The following is a summary of the long-term obligation transactions for the year ended June 30, 2014:

	Beginning Balance	Additions	Deletions	Ending Balance	Amounts Due Within One year
Governmental Activities					
Bonds payable:					
General obligation debt	\$ 40,526,959	\$ 4,407,000	\$ 6,766,458	\$ 38,167,501	\$ 2,345,292
Excess Revenue					
Certificate of indebtedness	1,295,000	-	315,000	980,000	320,000
Other liabilities:					
Worker's compensation	433,553	958,290	935,983	455,860	455,860
Compensated absences	1,073,276	618,309	563,265	1,128,320	563,265
OPEB liability	40,573,334	12,490,204	4,753,380	48,310,158	-
Governmental activities					
Long-term liabilities	<u>\$ 83,902,122</u>	<u>\$ 18,473,803</u>	<u>\$ 13,334,086</u>	<u>\$ 89,041,839</u>	<u>\$ 3,684,417</u>

Payments on the general obligation bonds payable that pertain to the School Board's governmental activities are made by the debt service funds. The compensated absences liability attributable to the governmental activities will be liquidated by several of the School Board's governmental funds. In the past, approximately 90% was paid by the general fund, 3% by Special Education fund, 3% by the school food service fund and the remaining 4% by other governmental funds. The payments on the workers' compensation claims payable, and OPEB liability are made by the general fund.

There is no specific revenue stream pledged for the Excess Revenue Certificate of Indebtedness. This Certificate was approved to be paid with levied taxes or other revenue sources, and is paid for with transfers from the General Fund.

**Current Refunding**

In February of 2014, the School Board issued \$3,068,000 of general obligation school refunding bonds for Ward II to provide the resources for all future debt service payments of \$3,142,592 of the general obligation bonds. This current refunding was undertaken to reduce total debt service payments over the next 21 years by \$339,776 and resulted in an economic gain of \$167,107. Additionally, in February of 2014, the School Board issued \$1,339,000 of general obligation school refunding bonds for Ward VIII to provide resources for all future debt service payments of \$1,384,783 of the general obligation bonds. This current refunding was undertaken to reduce total debt service payments over the next 22 years by \$158,637 and resulted in an economic gain of \$61,602.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

The following table lists the pertinent information on each outstanding issue:

	<u>Original Issue</u>	<u>Interest Rates</u>	<u>Final Payment Due</u>	<u>Interest to Maturity</u>	<u>Principal Outstanding</u>
WARD I					
September 01, 2010	\$ 21,500,000	2.00 - 4.00	2030	\$ 6,774,075	\$ 19,145,000
December 12, 2012 (Refunding)	3,560,000	2.34	2022	315,900	2,892,000
WARD II - HORNBECK					
June 01, 2001	600,000	.10-3.95	2021	43,075	290,000
WARD II - ORANGE					
April 01, 2009	425,000	4.10	2024	90,408	375,000
February 6, 2014 (Refunding)	3,068,000	.5 - 4.6	2034	1,278,343	3,068,000
WARD III					
November 1, 2007 (Refunding)	900,000	4.25	2022	110,542	548,000
May 01, 2008	2,225,000	3.00 - 6.00	2033	957,567	1,960,000
August 26, 2011	640,700	4.25	2042	480,153	628,501
WARD IV					
March 01, 2005	3,200,000	4.05 - 5.05	2025	375,655	2,190,000
WARD V					
June 14, 2012 (Refunding)	2,465,000	3.85 - 5.50	2023	337,406	2,225,000
WARD VI					
November 26, 2007 (Refunding)	949,000	1.00 - 4.5	2021	89,410	514,000
February 23, 2011 (Refunding)	381,000	2.00 - 4.00	2030	126,480	338,000
WARD VII					
July 1, 2004 (Refunding)	775,000	3.85	2015	3,465	90,000
June 14, 2012 (Refunding)	2,835,000	2.67	2023	356,044	2,565,000
WARD VIII					
February 6, 2014 (Refunding)	1,339,000	.50 - 5.00	2036	685,305	1,339,000
Total general obligation bonds				<u>\$ 12,023,828</u>	<u>\$ 38,167,501</u>
Excess Revenue Certificate Of Indebtedness					
May 10, 2012	1,600,000	1.55	2017	<u>\$ 30,613</u>	<u>\$ 980,000</u>

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At year end, the School Board has accumulated \$2,515,292 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30,	Bonds		Total
	Principal Payments	Interest Payments	
2015	\$ 2,665,292	\$ 1,277,584	\$ 3,942,876
2016	2,655,815	1,202,221	3,858,036
2017	2,770,359	1,144,030	3,914,389
2018	2,513,927	1,077,142	3,591,069
2019	2,613,519	1,012,408	3,625,927
2020-2024	12,563,391	3,868,577	16,431,968
2025-2029	9,301,452	1,978,159	11,279,611
2030-2034	3,637,923	413,921	4,051,844
2035-2039	326,823	56,147	382,970
2040-2042	99,000	24,252	123,252
Total	<u>\$ 39,147,501</u>	<u>\$ 12,054,441</u>	<u>\$ 51,201,942</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 50 percent of the assessed value of taxable property. At year end, the statutory limit is \$94,756,080 and outstanding net bonded debt totals \$36,087,060.

**NOTE 13 - INTERFUND ASSETS / LIABILITIES (FFS LEVEL ONLY)**

<u>Receivable Fund</u>	<u>Amount</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	\$ 2,235,286	Nonmajor Governmental	\$ 2,242,839
Nonmajor Governmental	69,677	General Fund	69,677
Nonmajor Governmental	7,553		
Total	<u>\$ 2,312,516</u>		<u>\$ 2,312,516</u>

The purpose of the interfund assets/liabilities was to cover current-year expenditures on cost reimbursement programs until the reimbursement requisitions are deposited.

All interfund balances are expected to be paid within twelve months of year-end.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 14 - RESTRICTED NET POSITION FOR WORKERS' COMPENSATION** The School Board entered into a security agreement with the State of Louisiana Office of Workers' Compensation (OWC) Department of Employment and Training that grants to OWC a security interest in the School Board's \$646,000 U.S. Government Security. The security interest is to secure the prompt payment of all present and future obligations, including, but not limited to, prompt payment of workers' compensation payments, the furnishing of medical treatment, and or any other requirement under the provisions of the Louisiana Workers' Compensation Act and Rules of the OWC Fiscal Responsibility Unit. The following is a summary of transactions relating to the restricted net position for the year ended June 30, 2014:

Balance, beginning		\$	646,000
Additions			-
Deletions			-
Balance, ending		<u>\$</u>	<u>646,000</u>

**NOTE 15 - INTERFUND TRANSFERS (FFS LEVEL ONLY)**

<u>Transfer In Fund</u>	<u>Amount</u>	<u>Transfer Out Fund</u>	<u>Amount</u>
General	\$ 17,500	General	\$ 1,646,935
Nonmajor Governmental	1,667,935	Nonmajor Governmental	38,500
Totals	<u>\$ 1,685,435</u>		<u>\$ 1,685,435</u>

The purpose of interfund transfers was due mainly to transferring money to School Food Service to cover shortfalls in that fund.

**NOTE 16 - ENCUMBRANCES (FFS LEVEL ONLY)** Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end and outstanding encumbrances are re-appropriated in the next year. At June 30, 2014, the School Board had entered into purchase orders and commitments as follows:

<u>Fund</u>	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Totals	<u>\$ 61,816</u>	<u>\$ 34,642</u>	<u>\$ 96,458</u>

**NOTE 17 - RISK MANAGEMENT** The School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A risk management program for workers' compensation insurance was established by the School Board several years ago. Premiums are paid into the general fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. As of June 30, 2014 such interfund premiums did not exceed reimbursable expenditures. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds.

An insurance policy covers individual claims in excess of \$300,000. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. This liability is the School Board's best estimate based on available information and does not include incremental costs. The liability does not include incremental costs, if any.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

Changes in the claims amount in previous fiscal years were as follows:

<u>Years Ended June 30</u>	Beginning of Fiscal Year <u>Liability</u>	Claims and Changes in <u>Estimates</u>	Benefit Payment <u>and Claims</u>	Ending of Fiscal Year <u>Liability</u>
2012	\$ 583,391	\$ 771,870	\$ 588,407	\$ 766,854
2013	766,854	507,835	694,688	580,001
2014	580,001	989,422	935,983	633,440

Of the total liability of \$633,440, \$177,580 is recorded as an accounts payable in the governmental funds balance sheet (Statement C) and the remaining liability of \$455,860 is recorded as long-term debt in the statement of net position (Statement A), in which \$455,860 is considered due within one year.

The School Board continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The School Board also participates in an entity risk pool for insurance coverage, including property and casualty insurance and the reinsurance of such coverage, in order to provide a more efficient and effective way to acquire insurance coverage. The entity risk pool is known as Property Casualty Alliance of Louisiana (PCAL), which is established only for School Boards and is overseen by a board made up of School Board Members. The responsibilities of the School Board is to pay contributions based upon a risk-funding plan developed by the Program as well as to have a loss prevention plan to make all reasonable efforts to eliminate and minimize hazards that would contribute to property/casualty losses. The pool is responsible for handling any and all claims after notice of loss has been received.

**NOTE 18 - LITIGATION AND CLAIMS**

**Litigation** At June 30, 2014, the School Board is involved in various litigations. It is the opinion of the legal advisor for the School Board that ultimate resolution of these lawsuits would not materially affect the financial statements.

**Self-Insurance** The School Board is partially self-insured for workers' compensation. Claims are funded through operating funds of the School Board. The School Board maintains stop-loss coverage with an insurance company for claims in excess of \$300,000 per occurrence for each employee.

**Construction Projects** The School Board had signed contracts for renovations for the Anacoco Schools, Leesville High School and South Polk School totaling \$42,560,289. The construction in progress at June 30, 2014 totaled \$19,899,729.

**Grant Disallowances** The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

**Tax Arbitrage Rebate** Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

**Energy Performance Contract** The School Board entered into an energy performance contract with TAC Americas, Inc. in May 2005 which includes an operational stipulated savings. The School Board contracts with Associated Design

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

Group to monitor savings. The contract may be terminated by the School Board at any time by giving 30 days written notice. The Louisiana Attorney General recently issued an opinion (A. G. Opinion No. 07-0002) regarding a similar contract with another School Board and concluded that some of these contracts may not meet the statutory definition of a performance based energy contract. The School Board signed an addendum to the contract excluding the operational stipulated savings.

**NOTE 19 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES** On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The State of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$15,227. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

**NOTE 20 - ECONOMIC DEPENDENCY** Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 280-10-50-42

requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entities' revenue. Approximately one-half of the student population consists of students from military families at Fort Polk. The Minimum Foundation Program funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$55,385,942 to the School Board, which represents approximately 56% of the School Board's total revenues for the year. Potentially up to approximately one-half of this Minimum Foundation Program funding is attributable to the students of military personnel. Additionally, the federal government provided \$6,705,595 in direct funding (Impact Aid) to the School Board.

**NOTE 21 - SUBSEQUENT EVENTS** The construction phase has begun for a new school for South Polk Elementary. The total cost of the construction is expected to be \$21,144,931.

The School Board received a federal award totaling \$18,070,606 from the Department of Defense. The remainder of the funds are to be paid from state and local funds.

An election was held on November 4, 2014 for a resolution for the issuance of bonds totaling \$1.2 million for Ward 7, Rosepine. The resolution passed and will be used for a new track and renovations to buildings.

**Vernon Parish School Board**  
**Notes to the Basic Financial Statements**  
**June 30, 2014**

**NOTE 22 - FUND BALANCE CLASSIFICATION DETAILS** The following are the details of the fund balance classifications:

	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
Nonspendable:			
Inventory	\$ -	\$ 117,511	\$ 117,511
Restricted:			
Worker's compensation	646,000	-	646,000
Debt service	-	2,515,292	2,515,292
Capital projects	-	2,356,544	2,356,544
Facility maintenance	-	2,801,164	2,801,164
Grant funds	-	20,753	20,753
Committed:			
Food processing centers	-	2,064	2,064
Sales tax collection operations	-	1,858,667	1,858,667
Fire Insurance	600,000	-	600,000
Unassigned	17,473,031	(113,822)	17,359,209
Total	<u>\$ 18,719,031</u>	<u>\$ 9,558,173</u>	<u>\$ 28,277,204</u>

**NOTE 23 - REPORTING RECLASSIFICATIONS** The Leesville High School Construction capital project fund was required, due to the size of its expenditures, to be reported as a major capital project fund for the year ended June 30, 2013. For the current year, the expenditures were significantly less and the fund was reported as a nonmajor capital project fund.

**REQUIRED SUPPLEMENTARY  
INFORMATION**

**Vernon Parish School Board**

**SCHEDULE OF FUNDING PROGRESS FOR OTHER POST-EMPLOYMENT BENEFIT PLAN  
June 30, 2014**

Fiscal Year Ended	Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded AAL (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	(b-a/c) UAAL as a Percentage of Covered Payroll
June 30, 2009	7/1/2008	\$ -	\$ 99,368,018	\$ 99,368,018	0%	\$ 53,693,729	185%
June 30, 2010	7/1/2008	-	99,368,018	99,368,018	0%	54,420,359	183%
June 30, 2011	7/1/2010	-	116,417,734	116,417,734	0%	54,928,180	212%
June 30, 2012	7/1/2010	-	116,417,734	116,417,734	0%	55,478,095	210%
June 30, 2013	7/1/2012	-	116,833,980	116,833,980	0%	56,093,577	208%
June 30, 2014	7/1/2012	-	116,833,980	116,833,980	0%	54,671,552	214%

**Vernon Parish School Board**

**Budgetary Comparison Schedule**

**General Fund With a Legally Adopted Annual Budget**

**GENERAL FUND** The general fund accounts for all activities of the School Board except those that are accounted for in other funds.

VERNON PARISH SCHOOL BOARD

GENERAL FUND  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2014

Exhibit 1

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET
			(Budgetary Basis)	POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 22,219,399	\$ 22,045,034	\$ 22,045,034	\$ -
Resources (inflows)				
Local sources:				
Taxes:				
Ad valorem	1,795,220	1,866,871	1,866,103	(768)
Sales and use	12,121,212	11,824,259	11,820,415	(3,844)
Interest earnings	112,481	48,500	48,766	266
Other	329,077	376,265	376,746	481
State sources:				
Equalization	55,123,796	54,773,798	54,926,841	153,043
Other	1,163,997	1,178,082	1,178,527	445
Federal sources	7,154,667	6,968,471	6,891,863	(76,608)
Transfers from other funds	632,000	953,983	17,500	(936,483)
Amounts available for appropriations	100,651,849	100,035,263	99,171,795	(863,468)
Charges to appropriations (outflows)				
Current:				
Instruction:				
Regular programs	34,220,897	34,144,861	34,833,241	(688,380)
Special programs	9,509,202	9,145,474	9,129,402	16,072
Other instructional programs	3,055,178	3,205,852	3,180,249	25,603
Support services:	-	-	-	-
Student services	4,295,370	4,120,356	4,112,604	7,752
Instructional staff support	3,173,040	3,482,164	3,481,362	802
General administration	1,155,852	1,237,082	1,254,402	(17,320)
School administration	5,910,989	6,122,249	6,124,005	(1,756)
Business services	448,421	451,090	457,636	(6,546)
Plant services	6,531,179	7,255,809	7,433,905	(178,096)
Student transportation services	6,291,855	6,715,614	6,679,937	35,677
Central services	914,010	1,106,332	1,104,934	1,398
Food services	380,677	540,995	540,846	149
Community service programs	21,417	22,369	22,693	(324)
Capital Outlay	-	-	115,541	(115,541)
Debt Service:				
Principal retirement	-	-	315,000	(315,000)
Interest and bank charges	-	20,072	20,072	-
Transfers to other funds	2,344,331	2,910,000	1,646,935	1,263,065
Total charges to appropriations	78,252,418	80,480,319	80,452,764	27,555
BUDGETARY FUND BALANCES, ENDING	\$ 22,399,431	\$ 19,554,944	\$ 18,719,031	\$ (835,913)

**Vernon Parish School Board**  
**Notes to the Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2014**

**NOTE A. BUDGETS**

**General Budget Policies** The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the general fund and all special revenue funds. Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the general fund and all special revenue funds. Public hearings are conducted, prior to the Board's approval, to obtain citizens' comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. However, when projected revenues within a fund fail to meet budgeted revenues and/or projected expenditures within a fund exceed budgeted expenditures by five percent or more, a budget amendment is adopted by the School Board in an open meeting. There were several revisions made to the 2013-2014 general fund original budget. Budgeted amounts available for appropriations were decreased \$.6 million. Budgeted charges to appropriations were also increased by \$2.2 million.

**Encumbrances** Encumbrance accounting is employed in governmental funds. Outstanding encumbrances lapse at year end. To the extent the Board intends to honor the purchase orders and commitments, they are disclosed in the notes to the financial statements. Authorization for the eventual expenditure will be included in the following year's budget appropriations.

**Budget Basis of Accounting** All governmental funds' budgets are prepared on the modified accrual basis of accounting, with some variations. Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures plus projected expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function. The budget was amended after the close of the year. This is not prohibited by state law.

VERNON PARISH SCHOOL BOARD

Notes to the Budgetary Comparison Schedule  
For the Year Ended June 30, 2014

**Note B - Budget to GAAP Reconciliation**

Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

	<u>GENERAL FUND</u>
<u>Sources/inflows of resources:</u>	
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 99,171,795
Transfers from other funds are inflows of budgetary resources but are not revenues for financial purposes.	(17,500)
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	<u>(22,045,034)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>77,109,261</u>
<u>Uses/outflows of resources:</u>	
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	80,452,764
Transfer to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(1,646,935)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 78,805,829</u>

**SUPPLEMENTARY INFORMATION**  
**COMBINING**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**AGENCY FUNDS**

**Vernon Parish School Board**

This page intentionally left blank

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
Combining Balance Sheet - By Fund Type  
June 30, 2014

Exhibit 2

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,044,737	\$ 2,231,001	\$ 3,393,687	\$ 10,669,425
Investments	137,993	284,291	102,063	524,347
Receivables	2,432,354	-	674,106	3,106,460
Interfund receivables	77,230	-	-	77,230
Inventory	208,507	-	-	208,507
<b>TOTAL ASSETS</b>	<b>7,900,821</b>	<b>2,515,292</b>	<b>4,169,856</b>	<b>14,585,969</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts, salaries and other payables	1,554,757	-	1,139,206	2,693,963
Interfund payables	1,568,731	-	674,106	2,242,837
Unearned revenue	90,996	-	-	90,996
<b>Total Liabilities</b>	<b>3,214,484</b>	<b>-</b>	<b>1,813,312</b>	<b>5,027,796</b>
Fund Balances:				
Nonspendable	117,511	-	-	117,511
Restricted	2,821,917	2,515,292	2,356,544	7,693,753
Committed	1,860,731	-	-	1,860,731
Unassigned	(113,822)	-	-	(113,822)
<b>Total Fund Balances</b>	<b>4,686,337</b>	<b>2,515,292</b>	<b>2,356,544</b>	<b>9,558,173</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 7,900,821</b>	<b>\$ 2,515,292</b>	<b>\$ 4,169,856</b>	<b>\$ 14,585,969</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - By Fund Type  
 For the Year Ended June 30, 2014

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 2,113,378	\$ 3,829,468	\$ -	\$ 5,942,846
Sales and use	3,735	-	-	3,735
Interest earnings	4,907	3,345	2,439	10,691
Food services	811,651	-	-	811,651
Other	538,169	-	5	538,174
State sources:				
Equalization	459,101	-	-	459,101
Other	1,561,516	-	-	1,561,516
Federal sources	10,937,720	-	674,106	11,611,826
Total Revenues	<u>16,430,177</u>	<u>3,832,813</u>	<u>676,550</u>	<u>20,939,540</u>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	3,416,010	-	-	3,416,010
Special programs	2,504,511	-	-	2,504,511
Other instructional programs	1,667,973	-	-	1,667,973
Support services:				
Student services	481,256	-	-	481,256
Instructional staff support	798,669	-	-	798,669
General administration	635,010	138,271	-	773,281
School administration	61,656	-	-	61,656
Business services	61,537	-	-	61,537
Plant services	1,378,171	-	3	1,378,174
Student transportation services	127,788	-	42,940	170,728
Central services	76,426	-	-	76,426
Food services	6,245,268	-	-	6,245,268
Capital outlay	427,622	-	4,629,900	5,057,522
Debt service:				
Principal retirement	-	6,766,458	-	6,766,458
Interest and bank charges	-	1,541,999	-	1,541,999
Total Expenditures	<u>17,881,897</u>	<u>8,446,728</u>	<u>4,672,843</u>	<u>31,001,468</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>\$ (1,451,720)</u>	<u>\$ (4,613,915)</u>	<u>\$ (3,996,293)</u>	<u>\$ (10,061,928)</u>

(CONTINUED)

VERNON PARISH SCHOOL BOARD

NONMAJOR GOVERNMENTAL FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - By Fund Type  
 For the Year Ended June 30, 2014

Exhibit 3

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,643,500	\$ -	\$ 24,435	\$ 1,667,935
Transfers out	(38,500)	-	-	(38,500)
Refunding bonds issued	-	4,407,000	-	4,407,000
Total Other Financing Sources (Uses)	1,605,000	4,407,000	24,435	6,036,435
Net Change in Fund Balances	153,280	(206,915)	(3,971,858)	(4,025,493)
FUND BALANCES - BEGINNING	4,533,057	2,722,207	6,328,402	13,583,666
FUND BALANCES - ENDING	\$ 4,686,337	\$ 2,515,292	\$ 2,356,544	\$ 9,558,173

(CONCLUDED)

Vernon Parish School Board

Nonmajor Special Revenue Funds

MAINTENANCE FUNDS

- Ward 1
- Ward 2 - Orange
- Ward 2 - Hornbeck
- Ward 3
- Ward 4
- Ward 5
- Ward 6
- Ward 7
- Ward 8

The maintenance funds for the various school districts are used to account for the proceeds of ad valorem taxes levied for the purpose of maintaining and improving schools within each school district.

OTHER SPECIAL FUNDS This fund represents various small state and federally funded programs for advancement of education in Vernon Parish.

8G STATE FUNDS The 8G State Fund is a program to provide enhancement to elementary, secondary and vocational programs funded through the State Minimum Foundation Program.

INDIAN EDUCATION GRANT To address the unique education and culturally related academic needs of Indian students.

NETWORK PILOT TECHNOLOGY To support exemplary instructional technology models which address the goals and instruction strategies of the technology plan. Special emphasis is given to programs of instruction in computational skills and in speaking, reading, or writing English for those adults who are educationally disadvantaged.

VOCATIONAL EDUCATION To make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population, principally through concentrating resources on improving educational programs leading to academic and occupational skills needed to work in a technologically advanced society.

SPECIAL EDUCATION To provide grants to states to assist them in providing a free appropriate public education to all children with disabilities.

LA 4 To increase the availability of early childhood development programs.

LA4-CDBG To provide high quality early childhood educational experiences to four year old children who are considered to be “at risk” of achieving later academic success.

SCHOOL FOOD SERVICE To assist through grants and food donations in providing a nutritious breakfast and lunch service for school students and to encourage the domestic consumption of nutritious agricultural commodities.

FOOD PROCESSING CENTERS The food processing centers receive revenues from sales and services for the purpose of operating the food processing centers.

(Continued)

## Vernon Parish School Board

**JAG** To implement a school-to-career program to assist in keeping young people in school through graduation and provide work-based learning experiences that will lead to career advancement opportunities or to enroll in a postsecondary institution.

**TITLE I** To improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills. Primarily for provision of compensatory instructional activities to educationally deprived children that reside in low-income areas and have been selected on the basis of a needs assessment. Services supplement, not supplant, those normally provided by state and local educational agencies.

**TITLE II** To ensure that teachers, staff and administrators have access to sustained and intensive high-quality professional development. To challenge state content standards in core academic subjects.

**TITLE III** To provide funds to teach English to limited English proficient children and helping them to meet the state standards.

**SALES TAX** Vernon Parish School Board is the centralized sales tax collection agency for all taxing authorities in Vernon Parish. As a result, Vernon Parish School Board receives a fee of 1.5 percent of collections for performing the duties of collection agency. Expenditures are the cost of operating the sales tax department.

**HEAD START** To provide comprehensive health, educational, nutritional, social and other services primarily to economically disadvantaged preschool children, including Indian children on federally-recognized reservations, and children of migratory workers and their families; and to involve parents in activities with their children so that the children will attain overall social competence.

**PRECHOOL** To provide grants to states to assist them in providing a free appropriate public education to preschool disabled children aged three through five years.

**EDUCATION EXCELLENCE** To enhance instructional programs approved by the legislature for students of pre-kindergarten through twelfth grade with proceeds received from tobacco settlement monies.

**REAP** To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in schools.

(Concluded)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Balance Sheet  
 June 30, 2014

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,284,454	\$ 60,162	\$ 49,721	\$ 352,181
Investments	51,788	301	339	20,631
Receivables	-	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<b>TOTAL ASSETS</b>	<b>1,336,242</b>	<b>60,463</b>	<b>50,060</b>	<b>372,812</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	13,015	5,470	2,874	16,585
Interfund payables	51	150	-	-
Unearned revenue	-	-	-	-
<b>Total Liabilities</b>	<b>13,066</b>	<b>5,620</b>	<b>2,874</b>	<b>16,585</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	1,323,176	54,843	47,186	356,227
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>1,323,176</b>	<b>54,843</b>	<b>47,186</b>	<b>356,227</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,336,242</b>	<b>\$ 60,463</b>	<b>\$ 50,060</b>	<b>\$ 372,812</b>

Exhibit 4

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>
<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>
\$ 54,218	\$ 704,705	\$ 29,468	\$ 299,807	\$ 13,739
9,067	9,361	169	8,861	207
-	222	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>63,285</u>	<u>714,288</u>	<u>29,637</u>	<u>308,668</u>	<u>13,946</u>
16,590	45,569	142	44,915	1,851
687	33	33	272	-
-	-	-	-	-
<u>17,277</u>	<u>45,602</u>	<u>175</u>	<u>45,187</u>	<u>1,851</u>
-	-	-	-	-
46,008	668,686	29,462	263,481	12,095
-	-	-	-	-
-	-	-	-	-
<u>46,008</u>	<u>668,686</u>	<u>29,462</u>	<u>263,481</u>	<u>12,095</u>
\$ 63,285	\$ 714,288	\$ 29,637	\$ 308,668	\$ 13,946

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS

Combining Balance Sheet

June 30, 2014

	OTHER SPECIAL FUNDS	8G STATE FUNDS	INDIAN EDUCATION GRANT	NETWORK PILOT TECHNOLOGY
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Receivables	-	98,478	7,463	4,839
Interfund receivables	51	3,898	964	-
Inventory	-	-	-	-
<b>TOTAL ASSETS</b>	<b>51</b>	<b>102,376</b>	<b>8,427</b>	<b>4,839</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	51	56,063	6,510	4,839
Interfund payables	-	46,313	1,917	-
Unearned revenue	-	-	-	-
<b>Total Liabilities</b>	<b>51</b>	<b>102,376</b>	<b>8,427</b>	<b>4,839</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 51</b>	<b>\$ 102,376</b>	<b>\$ 8,427</b>	<b>\$ 4,839</b>

Exhibit 4

VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4	LA 4 - CDBG	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS	JAG
\$ -	\$ -	\$ 63,465	\$ -	\$ 251,031	\$ 1,085	\$ -
-	-	-	-	37,269	-	-
17,011	366,852	558,710	-	1,141	1,309	53,687
-	-	7,761	-	-	-	19,522
-	-	-	-	208,507	-	-
<u>17,011</u>	<u>366,852</u>	<u>629,936</u>	<u>-</u>	<u>497,948</u>	<u>2,394</u>	<u>73,209</u>
2,417	130,676	237,373	-	384,204	330	31,364
14,594	236,176	392,367	-	19,059	-	41,845
-	-	-	-	90,996	-	-
<u>17,011</u>	<u>366,852</u>	<u>629,740</u>	<u>-</u>	<u>494,259</u>	<u>330</u>	<u>73,209</u>
-	-	-	-	117,511	-	-
-	-	196	-	-	-	-
-	-	-	-	-	2,064	-
-	-	-	-	(113,822)	-	-
-	-	196	-	3,689	2,064	-
<u>\$ 17,011</u>	<u>\$ 366,852</u>	<u>\$ 629,936</u>	<u>\$ -</u>	<u>\$ 497,948</u>	<u>\$ 2,394</u>	<u>\$ 73,209</u>

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Balance Sheet  
 June 30, 2014

	TITLE I	TITLE II	TITLE III	SALES TAX
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 1,784,451
Investments	-	-	-	-
Receivables	575,241	195,889	5,895	76,850
Interfund receivables	-	7,246	3,379	-
Inventory	-	-	-	-
<b>TOTAL ASSETS</b>	<b>575,241</b>	<b>203,135</b>	<b>9,274</b>	<b>1,861,301</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts, salaries and other payables	207,930	69,087	3,259	2,634
Interfund payables	367,311	134,048	6,015	-
Unearned revenue	-	-	-	-
<b>Total Liabilities</b>	<b>575,241</b>	<b>203,135</b>	<b>9,274</b>	<b>2,634</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	1,858,667
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,858,667</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 575,241</b>	<b>\$ 203,135</b>	<b>\$ 9,274</b>	<b>\$ 1,861,301</b>

Exhibit 4

HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	REAP	TOTAL
\$ -	\$ -	\$ 95,737	\$ 513	\$ 5,044,737
-	-	-	-	137,993
443,528	25,239	-	-	2,432,354
32,793	1,590	-	26	77,230
-	-	-	-	208,507
<u>476,321</u>	<u>26,829</u>	<u>95,737</u>	<u>539</u>	<u>7,900,821</u>
186,500	9,329	75,180	-	1,554,757
289,821	17,500	-	539	1,568,731
-	-	-	-	90,996
<u>476,321</u>	<u>26,829</u>	<u>75,180</u>	<u>539</u>	<u>3,214,484</u>
-	-	-	-	117,511
-	-	20,557	-	2,821,917
-	-	-	-	1,860,731
-	-	-	-	(113,822)
-	-	20,557	-	4,686,337
<u>\$ 476,321</u>	<u>\$ 26,829</u>	<u>\$ 95,737</u>	<u>\$ 539</u>	<u>\$ 7,900,821</u>

(Concluded)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 717,760	\$ 90,254	\$ 70,796	\$ 351,583
Sales and use	-	-	-	-
Interest earnings	1,241	97	72	280
Food services	-	-	-	-
Other	500	-	-	-
State sources:				
Equalization	-	-	-	-
Other	46,199	18,620	14,408	10,629
Federal sources				
	-	-	-	-
<b>Total Revenues</b>	<b>765,700</b>	<b>108,971</b>	<b>85,276</b>	<b>362,492</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	-	-	1,737	3,028
Special programs	1,202	-	-	-
Other instructional programs	92,015	2,983	3,879	4,043
Support services:				
Student services	-	-	-	-
Instructional staff support	-	-	-	-
General administration	24,649	3,206	12,546	11,578
School administration	9,985	-	1,081	3,871
Business services	8,795	11,102	4,575	9,429
Plant services	387,733	72,428	70,828	105,088
Student transportation services	18,063	9,744	3,950	1,233
Central services	-	-	-	-
Food services	-	-	-	-
Capital outlay	54,925	-	-	70,825
<b>Total Expenditures</b>	<b>597,367</b>	<b>99,463</b>	<b>98,596</b>	<b>209,095</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 168,333</b>	<b>\$ 9,508</b>	<b>\$ (13,320)</b>	<b>\$ 153,397</b>

Exhibit 5

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>
<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>
\$ 202,587	\$ 298,263	\$ 40,948	\$ 296,202	\$ 44,985
-	-	-	-	-
424	318	40	289	22
-	-	-	-	-
-	-	-	325	-
-	-	-	-	-
11,081	12,970	4,605	31,345	6,161
-	-	-	-	-
<u>214,092</u>	<u>311,551</u>	<u>45,593</u>	<u>328,161</u>	<u>51,168</u>
1,821	40,525	-	-	-
-	-	-	-	-
7,307	9,876	-	11,866	2,000
-	73,207	-	-	-
-	-	-	-	-
6,713	9,969	11,395	10,182	6,556
6,890	14,863	-	15,512	-
6,179	9,140	-	2,921	3,024
140,955	230,888	35,426	227,812	41,634
18,370	4,497	1,862	20,461	667
-	-	-	-	-
-	30,622	-	-	-
73,000	23,635	-	141,299	-
<u>261,235</u>	<u>447,222</u>	<u>48,683</u>	<u>430,053</u>	<u>53,881</u>
\$ (47,143)	\$ (135,671)	\$ (3,090)	\$ (101,892)	\$ (2,713)

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	WARD 1 MAINTENANCE	WARD 2 - ORANGE MAINTENANCE	WARD 2 - HORNBECK MAINTENANCE	WARD 3 MAINTENANCE
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	(21,000)
Total Other Financing Sources (Uses)	-	-	-	(21,000)
Net Change in Fund Balances	168,333	9,508	(13,320)	132,397
FUND BALANCES - BEGINNING	1,154,843	45,335	60,506	223,830
FUND BALANCES - ENDING	<u>\$ 1,323,176</u>	<u>\$ 54,843</u>	<u>\$ 47,186</u>	<u>\$ 356,227</u>

Exhibit 5

<u>WARD 4</u>	<u>WARD 5</u>	<u>WARD 6</u>	<u>WARD 7</u>	<u>WARD 8</u>
<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>	<u>MAINTENANCE</u>
\$ -	\$ -	\$ -	\$ -	\$ 17,500
-	-	-	-	(17,500)
-	-	-	-	-
(47,143)	(135,671)	(3,090)	(101,892)	(2,713)
93,151	804,357	32,552	365,373	14,808
<u>\$ 46,008</u>	<u>\$ 668,686</u>	<u>\$ 29,462</u>	<u>\$ 263,481</u>	<u>\$ 12,095</u>

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	OTHER SPECIAL FUNDS	8G STATE FUNDS	INDIAN EDUCATION GRANT	NETWORK PILOT TECHNOLOGY
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Sales and use	-	-	-	-
Interest earnings	-	-	-	-
Food services	-	-	-	-
Other	-	-	-	-
State sources:				
Equalization	-	-	-	-
Other	-	181,331	-	4,839
Federal sources	-	9,949	29,068	-
<b>Total Revenues</b>	<b>-</b>	<b>191,280</b>	<b>29,068</b>	<b>4,839</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	18,799	130,607	12,740	-
Special programs	-	9,571	7,597	-
Other instructional programs	-	9,637	6,125	-
Support services:				
Student services	-	15,352	1,156	-
Instructional staff support	-	10,654	66	-
General administration	-	-	1,384	-
School administration	-	-	-	-
Business services	-	-	-	-
Plant services	-	15,459	-	4,839
Student transportation services	-	-	-	-
Central services	-	-	-	-
Food services	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>18,799</b>	<b>191,280</b>	<b>29,068</b>	<b>4,839</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>\$ (18,799)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Exhibit 5

VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4	LA 4 - CDBG	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS	JAG
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	421	-	-
-	-	-	-	811,651	-	-
-	-	78,022	-	-	26,201	-
-	-	-	-	459,101	-	-
-	-	896,647	-	28,623	-	-
114,833	1,796,044	857,493	24,636	3,271,468	-	216,999
114,833	1,796,044	1,832,162	24,636	4,571,264	26,201	216,999
1,930	291,862	1,760,824	24,636	-	-	204,615
-	693,161	13,865	-	-	-	7,114
110,696	10,806	3,015	-	-	-	3,701
-	389,881	-	-	-	-	-
2,207	297,636	219	-	103	-	1,569
-	108,502	54,919	-	-	-	-
-	-	-	-	-	-	-
-	3,372	-	-	2,212	-	-
-	824	47	-	21,333	1,952	-
-	-	-	-	32,012	-	-
-	-	-	-	14,370	-	-
-	-	-	-	6,171,305	43,341	-
-	-	-	-	63,938	-	-
114,833	1,796,044	1,832,889	24,636	6,305,273	45,293	216,999
\$ -	\$ -	\$ (727)	\$ -	\$ (1,734,009)	\$ (19,092)	\$ -

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	OTHER SPECIAL FUNDS	8G STATE FUNDS	INDIAN EDUCATION GRANT	CONNECTED TECHNOLOGY
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(18,799)	-	-	-
FUND BALANCES - BEGINNING	18,799	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ -

Exhibit 5

VOCATIONAL EDUCATION	SPECIAL EDUCATION	LA 4	LA 4 - CDBG	SCHOOL FOOD SERVICE	FOOD PROCESSING CENTERS	JAG
\$ -	\$ -	\$ -	\$ -	\$ 1,605,000	\$ 21,000	\$ -
-	-	-	-	-	-	-
-	-	-	-	1,605,000	21,000	-
-	-	(727)	-	(129,009)	1,908	-
-	-	923	-	132,698	156	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 196</u>	<u>\$ -</u>	<u>\$ 3,689</u>	<u>\$ 2,064</u>	<u>\$ -</u>

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	TITLE I	TITLE II	TITLE III	SALES TAX
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ -
Sales and use	-	-	-	3,735
Interest earnings	-	-	-	1,703
Food services	-	-	-	-
Other	-	-	-	433,121
State sources:				
Equalization	-	-	-	-
Other	-	-	-	-
Federal sources	2,046,363	613,314	29,333	-
<b>Total Revenues</b>	<b>2,046,363</b>	<b>613,314</b>	<b>29,333</b>	<b>438,559</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	8,051	574,118	2,454	5,022
Special programs	1,669,767	-	-	-
Other instructional programs	-	-	25,914	-
Support services:				
Student services	-	-	-	-
Instructional staff support	174,447	-	-	-
General administration	131,060	39,196	965	107,353
School administration	-	-	-	7,280
Business services	180	-	-	591
Plant services	802	-	-	6,513
Student transportation services	-	-	-	-
Central services	62,056	-	-	-
Food services	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>2,046,363</b>	<b>613,314</b>	<b>29,333</b>	<b>126,759</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 311,800</b>

Exhibit 5

HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	REAP	TOTAL
\$ -	\$ -	\$ -	\$ -	\$ 2,113,378
-	-	-	-	3,735
-	-	-	-	4,907
-	-	-	-	811,651
-	-	-	-	538,169
-	-	-	-	459,101
-	-	294,058	-	1,561,516
1,664,878	103,016	-	160,326	10,937,720
1,664,878	103,016	294,058	160,326	16,430,177
-	-	183,183	150,058	3,416,010
-	95,564	6,670	-	2,504,511
1,299,486	-	64,624	-	1,667,973
541	-	1,119	-	481,256
262,483	1,104	48,181	-	798,669
78,221	6,348	-	10,268	635,010
-	-	2,174	-	61,656
17	-	-	-	61,537
13,154	-	456	-	1,378,171
10,976	-	5,953	-	127,788
-	-	-	-	76,426
-	-	-	-	6,245,268
-	-	-	-	427,622
1,664,878	103,016	312,360	160,326	17,881,897
\$ -	\$ -	\$ (18,302)	\$ -	\$ (1,451,720)

(Continued)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	TITLE I	TITLE II	TITLE III	SALES TAX
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	-	311,800
FUND BALANCES - BEGINNING	-	-	-	1,546,867
FUND BALANCES - ENDING	\$ -	\$ -	\$ -	\$ 1,858,667

Exhibit 5

HEAD START	PRESCHOOL	EDUCATION EXCELLENCE	REAP	TOTAL
\$ -	\$ -	\$ -	\$ -	\$ 1,643,500
-	-	-	-	(38,500)
-	-	-	-	1,605,000
-	-	(18,302)	-	153,280
-	-	38,859	-	4,533,057
\$ -	\$ -	\$ 20,557	\$ -	\$ 4,686,337

(Concluded)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-1

\*\*\*\*\*WARD 1 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 718,000	\$ 717,760	\$ (240)
Interest earnings	1,283	1,241	(42)
Other	500	500	-
State sources: Other	45,535	46,199	664
<b>Total Revenues</b>	<b>765,318</b>	<b>765,700</b>	<b>382</b>
EXPENDITURES			
Current:			
Instruction:			
Special programs	3,226	1,202	2,024
Other instructional programs	108,797	92,015	16,782
Support services:			
General administration	24,168	24,649	(481)
School administration	11,753	9,985	1,768
Business services	8,131	8,795	(664)
Plant services	372,771	387,733	(14,962)
Student transportation services	14,302	18,063	(3,761)
Capital outlay	54,925	54,925	-
<b>Total Expenditures</b>	<b>598,073</b>	<b>597,367</b>	<b>706</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	167,245	168,333	1,088
FUND BALANCES - BEGINNING	1,154,843	1,154,843	-
FUND BALANCES - ENDING	\$ 1,322,088	\$ 1,323,176	\$ 1,088

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-2

\*\*\*\*\*WARD 2 - ORANGE MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 90,400	\$ 90,254	\$ (146)
Interest earnings	57	97	40
State sources: Other	18,493	18,620	127
Total Revenues	<u>108,950</u>	<u>108,971</u>	<u>21</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	3,181	2,983	198
Support services:			
General administration	3,077	3,206	(129)
School administration	3,510	-	3,510
Business services	11,359	11,102	257
Plant services	62,561	72,428	(9,867)
Student transportation services	15,552	9,744	5,808
Total Expenditures	<u>99,240</u>	<u>99,463</u>	<u>(223)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	9,710	9,508	(202)
FUND BALANCES - BEGINNING	<u>45,335</u>	<u>45,335</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 55,045</u>	<u>\$ 54,843</u>	<u>\$ (202)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-3

\*\*\*\*\*WARD 2 - HORNBECK MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 70,311	\$ 70,796	\$ 485
Interest earnings	72	72	-
State sources: Other	16,860	14,408	(2,452)
<b>Total Revenues</b>	<b>87,243</b>	<b>85,276</b>	<b>(1,967)</b>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	1,737	(1,737)
Other instructional programs	3,886	3,879	7
Support services:			
General administration	15,629	12,546	3,083
School administration	1,686	1,081	605
Business services	5,060	4,575	485
Plant services	70,047	70,828	(781)
Student transportation services	2,392	3,950	(1,558)
<b>Total Expenditures</b>	<b>98,700</b>	<b>98,596</b>	<b>104</b>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(11,457)	(13,320)	(1,863)
FUND BALANCES - BEGINNING	60,506	60,506	-
<b>FUND BALANCES - ENDING</b>	<b>\$ 49,049</b>	<b>\$ 47,186</b>	<b>\$ (1,863)</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-4

\*\*\*\*\*WARD 3 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
<b>REVENUES</b>			
Local sources:			
Taxes:			
Ad valorem	\$ 351,850	\$ 351,583	\$ (267)
Interest earnings	240	280	40
State sources: Other	12,004	10,629	(1,375)
<b>Total Revenues</b>	<b>364,094</b>	<b>362,492</b>	<b>(1,602)</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	3,111	3,028	83
Other instructional programs	10,880	4,043	6,837
Support services:			
General administration	5,716	11,578	(5,862)
School administration	5,406	3,871	1,535
Business services	6,260	9,429	(3,169)
Plant services	103,932	105,088	(1,156)
Student transportation services	3,104	1,233	1,871
Capital outlay	70,825	70,825	-
<b>Total Expenditures</b>	<b>209,234</b>	<b>209,095</b>	<b>139</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>154,860</b>	<b>153,397</b>	<b>(1,463)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(17,000)	(21,000)	(4,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(17,000)</b>	<b>(21,000)</b>	<b>(4,000)</b>
<b>Net Change in Fund Balances</b>	<b>137,860</b>	<b>132,397</b>	<b>(5,463)</b>
<b>FUND BALANCES - BEGINNING</b>	<b>223,830</b>	<b>223,830</b>	<b>-</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 361,690</b>	<b>\$ 356,227</b>	<b>\$ (5,463)</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-5

\*\*\*\*\*WARD 4 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 203,000	\$ 202,587	\$ (413)
Interest earnings	168	424	256
State sources: Other	11,000	11,081	81
Total Revenues	<u>214,168</u>	<u>214,092</u>	<u>(76)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	2,224	1,821	403
Other instructional programs	24,495	7,307	17,188
Support services:			
General administration	6,157	6,713	(556)
School administration	2,604	6,890	(4,286)
Business services	8,059	6,179	1,880
Plant services	127,561	140,955	(13,394)
Student transportation services	18,495	18,370	125
Capital outlay	73,000	73,000	-
Total Expenditures	<u>262,595</u>	<u>261,235</u>	<u>1,360</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(48,427)	(47,143)	1,284
FUND BALANCES - BEGINNING	<u>93,151</u>	<u>93,151</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 44,724</u>	<u>\$ 46,008</u>	<u>\$ 1,284</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-6

\*\*\*\*\*WARD 5 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 298,300	\$ 298,263	\$ (37)
Interest earnings	318	318	-
State sources: Other	13,000	12,970	(30)
Total Revenues	<u>311,618</u>	<u>311,551</u>	<u>(67)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	33,729	40,525	(6,796)
Special programs	1,474	-	1,474
Other instructional programs	4,269	9,876	(5,607)
Support services:			
Student services	72,967	73,207	(240)
General administration	10,510	9,969	541
School administration	18,197	14,863	3,334
Business services	8,742	9,140	(398)
Plant services	243,892	230,888	13,004
Student transportation services	3,508	4,497	(989)
Food services	28,843	30,622	(1,779)
Capital outlay	23,635	23,635	-
Total Expenditures	<u>449,766</u>	<u>447,222</u>	<u>2,544</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(138,148)	(135,671)	2,477
FUND BALANCES - BEGINNING	<u>804,357</u>	<u>804,357</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 666,209</u>	<u>\$ 668,686</u>	<u>\$ 2,477</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-7

\*\*\*\*\*WARD 6 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 41,000	\$ 40,948	\$ (52)
Interest earnings	37	40	3
State sources: Other	4,728	4,605	(123)
Total Revenues	<u>45,765</u>	<u>45,593</u>	<u>(172)</u>
EXPENDITURES			
Current:			
Support services:			
General administration	11,379	11,395	(16)
Plant services	30,672	35,426	(4,754)
Student transportation services	6,850	1,862	4,988
Total Expenditures	<u>48,901</u>	<u>48,683</u>	<u>218</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(3,136)	(3,090)	46
FUND BALANCES - BEGINNING	<u>32,552</u>	<u>32,552</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 29,416</u>	<u>\$ 29,462</u>	<u>\$ 46</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-8

\*\*\*\*\*WARD 7 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 297,000	\$ 296,202	\$ (798)
Interest earnings	364	289	(75)
Other	-	325	325
State sources: Other	31,300	31,345	45
Total Revenues	<u>328,664</u>	<u>328,161</u>	<u>(503)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	11,198	11,866	(668)
Support services:			
General administration	9,536	10,182	(646)
School administration	15,400	15,512	(112)
Business services	1,725	2,921	(1,196)
Plant services	183,451	227,812	44,361
Student transportation services	68,220	20,461	47,759
Capital outlay	141,299	141,299	-
Total Expenditures	<u>430,829</u>	<u>430,053</u>	<u>776</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(102,165)	(101,892)	273
FUND BALANCES - BEGINNING	<u>365,373</u>	<u>365,373</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 263,208</u>	<u>\$ 263,481</u>	<u>\$ 273</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-9

\*\*\*\*\*WARD 8 MAINTENANCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Ad valorem	\$ 45,000	\$ 44,985	\$ (15)
Interest earnings	27	22	(5)
State sources: Other	6,205	6,161	(44)
Total Revenues	<u>51,232</u>	<u>51,168</u>	<u>(64)</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	3,791	2,000	1,791
Support services:			
General administration	6,306	6,556	(250)
Business services	2,780	3,024	(244)
Plant services	41,872	41,634	238
Student transportation services	2,773	667	2,106
Total Expenditures	<u>57,522</u>	<u>53,881</u>	<u>3,641</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(6,290)</u>	<u>(2,713)</u>	<u>3,577</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	17,500	17,500	-
Transfers out	(14,000)	(17,500)	(3,500)
Total Other Financing Sources (Uses)	<u>3,500</u>	<u>-</u>	<u>(3,500)</u>
Net Change in Fund Balances	(2,790)	(2,713)	77
FUND BALANCES - BEGINNING	<u>14,808</u>	<u>14,808</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 12,018</u>	<u>\$ 12,095</u>	<u>\$ 77</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-10

\*\*\*\*\*OTHER SPECIAL FUNDS\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ -	\$ -	\$ -
Total Revenues	-	-	-
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	18,799	(18,799)
Total Expenditures	-	18,799	(18,799)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	(18,799)	(18,799)
FUND BALANCES - BEGINNING	-	18,799	18,799
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

The School Board budgeted a zero amount

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-11

\*\*\*\*\*8G STATE FUNDS\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Other	\$ 181,366	\$ 181,331	\$ (35)
Federal sources	10,000	9,949	(51)
Total Revenues	<u>191,366</u>	<u>191,280</u>	<u>(86)</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	147,194	130,607	16,587
Special programs	9,571	9,571	-
Other instructional programs	-	9,637	(9,637)
Support services:			
Student services	15,352	15,352	-
Instructional staff support	3,790	10,654	(6,864)
Plant services	15,459	15,459	-
Total Expenditures	<u>191,366</u>	<u>191,280</u>	<u>86</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-12

\*\*\*\*\*INDIAN EDUCATION GRANT\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 29,265	\$ 29,068	\$ (197)
Total Revenues	29,265	29,068	(197)
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	12,740	(12,740)
Special programs	-	7,597	(7,597)
Other instructional programs	-	6,125	(6,125)
Support services:			
Student services	-	1,156	(1,156)
Instructional staff support	27,501	66	27,435
General administration	1,764	1,384	380
Total Expenditures	29,265	29,068	197
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-13

\*\*\*\*\*NETWORK PILOT TECHNOLOGY\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources	\$ -	\$ 4,839	\$ 4,839
Total Revenues	-	4,839	4,839
EXPENDITURES			
Current:			
Support services:			
Plant services	-	4,839	(4,839)
Total Expenditures	-	4,839	(4,839)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

The School Board budgeted a zero amount

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-14

\*\*\*\*\*VOCATIONAL EDUCATION\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 114,833	\$ 114,833	\$ -
Total Revenues	<u>114,833</u>	<u>114,833</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	1,930	(1,930)
Other instructional programs	108,470	110,696	(2,226)
Support services:			
Instructional staff support	6,358	2,207	4,151
School administration	5	-	5
Total Expenditures	<u>114,833</u>	<u>114,833</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-15

\*\*\*\*\*SPECIAL EDUCATION\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 1,796,044	\$ 1,796,044	\$ -
Total Revenues	<u>1,796,044</u>	<u>1,796,044</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	291,862	291,862	-
Special programs	693,161	693,161	-
Other instructional programs	10,806	10,806	-
Support services:			
Student services	389,881	389,881	-
Instructional staff support	297,636	297,636	-
General administration	108,502	108,502	-
Business services	3,372	3,372	-
Plant services	824	824	-
Total Expenditures	<u>1,796,044</u>	<u>1,796,044</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-16

\*\*\*\*\*LA 4\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
<b>REVENUES</b>			
Local sources:			
Other	\$ -	\$ 78,022	\$ 78,022
State sources: other	896,647	896,647	-
Federal sources	857,493	857,493	-
<b>Total Revenues</b>	<b>1,754,140</b>	<b>1,832,162</b>	<b>78,022</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular programs	1,690,986	1,760,824	(69,838)
Special programs	5,000	13,865	(8,865)
Other instructional programs	3,015	3,015	-
Support services:			
Instructional staff support	220	219	1
General administration	54,919	54,919	-
Plant services	-	47	(47)
<b>Total Expenditures</b>	<b>1,754,140</b>	<b>1,832,889</b>	<b>(78,749)</b>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>(727)</b>	<b>(727)</b>
<b>FUND BALANCES - BEGINNING</b>	<b>-</b>	<b>923</b>	<b>923</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ -</b>	<b>\$ 196</b>	<b>\$ 196</b>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-17

\*\*\*\*\*LA 4-CDBG\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ -	\$ 24,636	\$ 24,636
Total Revenues	-	24,636	24,636
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	24,636	(24,636)
Total Expenditures	-	24,636	(24,636)
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	\$ -	\$ -	\$ -

The School Board budgeted a zero amount

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-18

\*\*\*\*\*SCHOOL FOOD SERVICE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
<b>REVENUES</b>			
Local sources:			
Interest earnings	\$ 885	\$ 421	\$ (464)
Food services	811,750	811,651	(99)
State sources:			
Equalization	459,101	459,101	-
Other	28,623	28,623	-
Federal sources	3,373,328	3,271,468	(101,860)
Total Revenues	4,673,687	4,571,264	(102,423)
<b>EXPENDITURES</b>			
Current:			
Support services:			
Instructional staff support	1	103	(102)
Business services	2,500	2,212	288
Plant services	25,035	21,333	3,702
Student transportation services	49,860	32,012	17,848
Central services	-	14,370	(14,370)
Food services	6,264,469	6,171,305	93,164
Capital outlay	63,938	63,938	-
Total Expenditures	6,405,803	6,305,273	100,530
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1,732,116)	(1,734,009)	(1,893)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,605,000	1,605,000	-
Total Other Financing Sources (Uses)	1,605,000	1,605,000	-
Net Change in Fund Balances	(127,116)	(129,009)	(1,893)
FUND BALANCES - BEGINNING	132,698	132,698	-
FUND BALANCES - ENDING	\$ 5,582	\$ 3,689	\$ (1,893)

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-19

\*\*\*\*\*FOOD PROCESSING CENTERS\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Other	\$ 41,200	\$ 26,201	\$ (14,999)
Total Revenues	<u>41,200</u>	<u>26,201</u>	<u>(14,999)</u>
EXPENDITURES			
Current:			
Support services:			
Plant services	2,019	1,952	67
Food services	<u>42,923</u>	<u>43,341</u>	<u>(418)</u>
Total Expenditures	<u>44,942</u>	<u>45,293</u>	<u>(351)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>(3,742)</u>	<u>(19,092)</u>	<u>(15,350)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>6,000</u>	<u>21,000</u>	<u>15,000</u>
Total Other Financing Sources (Uses)	<u>6,000</u>	<u>21,000</u>	<u>15,000</u>
Net Change in Fund Balances	2,258	1,908	(350)
FUND BALANCES - BEGINNING	<u>156</u>	<u>156</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 2,414</u>	<u>\$ 2,064</u>	<u>\$ (350)</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-20

\*\*\*\*\* JAG \*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 216,999	\$ 216,999	\$ -
Total Revenues	<u>216,999</u>	<u>216,999</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	194,447	204,615	(10,168)
Special programs	-	7,114	(7,114)
Other instructional programs	20,184	3,701	16,483
Support services:			
Instructional staff support	2,257	1,569	688
Student transportation services	111	-	111
Total Expenditures	<u>216,999</u>	<u>216,999</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-21

\*\*\*\*\*TITLE I\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 2,046,363	\$ 2,046,363	\$ -
Total Revenues	<u>2,046,363</u>	<u>2,046,363</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	8,051	8,051	-
Special programs	1,669,767	1,669,767	-
Support services:			
Instructional staff support	174,447	174,447	-
General administration	131,060	131,060	-
Business services	180	180	-
Plant services	802	802	-
Central services	62,056	62,056	-
Total Expenditures	<u>2,046,363</u>	<u>2,046,363</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-22

\*\*\*\*\*TITLE II\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 613,314	\$ 613,314	\$ -
Total Revenues	<u>613,314</u>	<u>613,314</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	574,118	574,118	-
Support services:			
General administration	39,196	39,196	-
Total Expenditures	<u>613,314</u>	<u>613,314</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-23

\*\*\*\*\*TITLE III\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 29,333	\$ 29,333	\$ -
Total Revenues	<u>29,333</u>	<u>29,333</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	2,454	2,454	-
Other instructional programs	26,258	25,914	344
Support services:			
General administration	621	965	(344)
Total Expenditures	<u>29,333</u>	<u>29,333</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-24

\*\*\*\*\*SALES TAX\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Local sources:			
Taxes:			
Sales and use	\$ (4,065)	\$ 3,735	\$ 7,800
Interest earnings	3,626	1,703	(1,923)
Other	431,329	433,121	1,792
Total Revenues	<u>430,890</u>	<u>438,559</u>	<u>7,669</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	-	5,022	(5,022)
Support services:			
Instructional staff support	51	-	51
General administration	144,931	107,353	37,578
School administration	-	7,280	(7,280)
Business services	21,084	591	20,493
Plant services	2,817	6,513	(3,696)
Total Expenditures	<u>168,883</u>	<u>126,759</u>	<u>42,124</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	262,007	311,800	49,793
FUND BALANCES - BEGINNING	<u>1,208,434</u>	<u>1,546,867</u>	<u>338,433</u>
FUND BALANCES - ENDING	<u>\$ 1,470,441</u>	<u>\$ 1,858,667</u>	<u>\$ 388,226</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-25

\*\*\*\*\*HEAD START\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 1,664,878	\$ 1,664,878	\$ -
Total Revenues	<u>1,664,878</u>	<u>1,664,878</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Other instructional programs	1,299,486	1,299,486	-
Support services:			
Student services	541	541	-
Instructional staff support	262,483	262,483	-
General administration	78,221	78,221	-
Business services	17	17	-
Plant services	13,154	13,154	-
Student transportation services	10,976	10,976	-
Total Expenditures	<u>1,664,878</u>	<u>1,664,878</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-26

\*\*\*\*\*PRESCHOOL\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 103,016	\$ 103,016	\$ -
Total Revenues	<u>103,016</u>	<u>103,016</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Special programs	95,564	95,564	-
Support services:			
Instructional staff support	1,104	1,104	-
General administration	6,348	6,348	-
Total Expenditures	<u>103,016</u>	<u>103,016</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-27

\*\*\*\*\*EDUCATION EXCELLENCE\*\*\*\*\*

	BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
State sources:			
Other	\$ 194,615	\$ 294,058	\$ 99,443
Total Revenues	<u>194,615</u>	<u>294,058</u>	<u>99,443</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	144,971	183,183	(38,212)
Special programs	10,245	6,670	3,575
Other instructional programs	18,194	64,624	(46,430)
Support services:			
Student services	3,474	1,119	2,355
Instructional staff support	41,426	48,181	(6,755)
School administration	855	2,174	(1,319)
Plant services	1,392	456	936
Student transportation services	7,123	5,953	1,170
Total Expenditures	<u>227,680</u>	<u>312,360</u>	<u>(84,680)</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(33,065)	(18,302)	14,763
FUND BALANCES - BEGINNING	<u>38,859</u>	<u>38,859</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 5,794</u>	<u>\$ 20,557</u>	<u>\$ 14,763</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR SPECIAL REVENUE FUND  
 Schedule of Revenues, Expenditures, and Changes  
 in Fund Balance - Budget (GAAP Basis) and Actual  
 For the Year Ended June 30, 2014

Exhibit 6-28

\*\*\*\*\*REAP\*\*\*\*\*

	ACTUAL	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES			
Federal sources	\$ 160,326	\$ 160,326	\$ -
Total Revenues	<u>160,326</u>	<u>160,326</u>	<u>-</u>
EXPENDITURES			
Current:			
Instruction:			
Regular programs	155,363	150,058	5,305
Support services:			
General administration	4,963	10,268	(5,305)
Total Expenditures	<u>160,326</u>	<u>160,326</u>	<u>-</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	-	-	-
FUND BALANCES - BEGINNING	-	-	-
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Vernon Parish School Board**

This page intentionally left blank

**Vernon Parish School Board**

**Nonmajor Debt Service Funds**

- Ward No. 1
- Ward No. 2 - Orange
- Ward No. 2 - Hornbeck
- Ward No. 3
- Ward No. 4
- Ward No. 5
- Ward No. 6
- Ward No. 7
- Ward No. 8

The debt service funds are used to accumulate monies to pay outstanding bond issues. The bonds were issued by the respective school districts to acquire lands for building sites and to purchase, erect, and improve school buildings, equipment, and furnishings. The bond issues are financed by ad valorem tax on property within the territorial boundaries of the respective wards.

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS

Combining Balance Sheet

June 30, 2014

	<u>WARD 1</u>	<u>WARD 2 - ORANGE</u>	<u>WARD 2 - HORNBECK</u>	<u>WARD 3</u>
ASSETS				
Cash and cash equivalents	\$ 1,043,367	\$ 110,922	\$ 7,195	\$ 472,208
Investments	5,557	56,308	19,322	11,632
TOTAL ASSETS	<u>1,048,924</u>	<u>167,230</u>	<u>26,517</u>	<u>483,840</u>
FUND BALANCES:				
Restricted	<u>1,048,924</u>	<u>167,230</u>	<u>26,517</u>	<u>483,840</u>
TOTAL FUND BALANCES	<u>\$ 1,048,924</u>	<u>\$ 167,230</u>	<u>\$ 26,517</u>	<u>\$ 483,840</u>

Exhibit 7

WARD 4	WARD 5	WARD 6	WARD 7	WARD 8	TOTAL
\$ 102,860	\$ 158,894	\$ 21,456	\$ 272,084	\$ 42,015	\$ 2,231,001
64,807	18,945	49,329	11,546	46,845	284,291
<u>167,667</u>	<u>177,839</u>	<u>70,785</u>	<u>283,630</u>	<u>88,860</u>	<u>2,515,292</u>
<u>167,667</u>	<u>177,839</u>	<u>70,785</u>	<u>283,630</u>	<u>88,860</u>	<u>2,515,292</u>
<u>\$ 167,667</u>	<u>\$ 177,839</u>	<u>\$ 70,785</u>	<u>\$ 283,630</u>	<u>\$ 88,860</u>	<u>\$ 2,515,292</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	WARD 1	WARD 2 - ORANGE	WARD 2 - HORNBECK	WARD 3
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 1,866,203	\$ 319,436	\$ 38,555	\$ 465,684
Interest earnings	1,589	333	39	327
Total Revenues	1,867,792	319,769	38,594	466,011
EXPENDITURES				
Current:				
Support services:				
General administration	64,540	13,125	1,386	15,330
Debt Service:				
Principal retirement	1,132,000	3,286,626	35,000	126,901
Interest and bank charges	755,009	226,057	10,275	136,007
Total Expenditures	1,951,549	3,525,808	46,661	278,238
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(83,757)	(3,206,039)	(8,067)	187,773
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	3,068,000	-	-
Total Other Financing Sources (Uses)	-	3,068,000	-	-
Net Change in Fund Balances	(83,757)	(138,039)	(8,067)	187,773
FUND BALANCES - BEGINNING	1,132,681	305,269	34,584	296,067
FUND BALANCES - ENDING	\$ 1,048,924	\$ 167,230	\$ 26,517	\$ 483,840

Exhibit 8

WARD 4	WARD 5	WARD 6	WARD 7	WARD 8	TOTAL
\$ 286,257	\$ 216,061	\$ 91,971	\$ 447,845	\$ 97,456	\$ 3,829,468
367	207	77	304	102	3,345
286,624	216,268	92,048	448,149	97,558	3,832,813
14,042	7,222	3,132	15,396	4,098	138,271
145,000	215,000	82,000	325,000	1,418,931	6,766,458
109,030	71,893	39,200	81,966	112,562	1,541,999
268,072	294,115	124,332	422,362	1,535,591	8,446,728
18,552	(77,847)	(32,284)	25,787	(1,438,033)	(4,613,915)
-	-	-	-	1,339,000	4,407,000
-	-	-	-	1,339,000	4,407,000
18,552	(77,847)	(32,284)	25,787	(99,033)	(206,915)
149,115	255,686	103,069	257,843	187,893	2,722,207
\$ 167,667	\$ 177,839	\$ 70,785	\$ 283,630	\$ 88,860	\$ 2,515,292

**Vernon Parish School Board**

This page intentionally left blank

## Vernon Parish School Board

### Nonmajor Capital Project Funds

**Anacoco Construction** was established to make classroom additions, cafeteria additions, replace air conditioning units, repair roofs, and other various building improvements.

**Orange Construction** was established to make renovations to the classrooms and other various building improvements.

**Ward 3 Construction Phase 2** was established to make additions and improvements to buildings and playgrounds as well as acquiring necessary equipment.

**Leesville High School Construction** was established to provide new construction and renovations for the Leesville High School.

**South Polk Construction** was established to construct a new elementary school on the Fort Polk Base.

**Bus Bond** was established to acquire new buses.

VERNON PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS

Combining Balance Sheet

June 30, 2014

	ANACOCO CONSTRUCTION	ORANGE CONSTRUCTION	WARD 3 CONSTRUCTION PHASE 2
<b>ASSETS</b>			
Cash and cash equivalents	\$ 59,844	\$ -	\$ 97
Investments	-	-	-
Receivables	-	-	-
	<hr/>	<hr/>	<hr/>
Total Assets	<u>59,844</u>	<u>-</u>	<u>97</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts, salaries and other payables	867	-	-
Interfund payables	-	-	-
	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>867</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES:</b>			
Restricted	<u>58,977</u>	<u>-</u>	<u>97</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>			
	<u>\$ 59,844</u>	<u>\$ -</u>	<u>\$ 97</u>

**Exhibit 9**

<b>LEESVILLE HIGH SCHOOL CONSTRUCTION</b>	<b>SOUTH POLK CONSTRUCTION</b>	<b>BUS BOND</b>	<b>TOTAL</b>
\$ 3,328,392	\$ -	\$ 5,354	\$ 3,393,687
102,063	-	-	102,063
-	674,106	-	674,106
<u>3,430,455</u>	<u>674,106</u>	<u>5,354</u>	<u>4,169,856</u>
1,138,339	-	-	1,139,206
-	674,106	-	674,106
<u>1,138,339</u>	<u>674,106</u>	<u>-</u>	<u>1,813,312</u>
<u>2,292,116</u>	<u>-</u>	<u>5,354</u>	<u>2,356,544</u>
<u>\$ 3,430,455</u>	<u>\$ 674,106</u>	<u>\$ 5,354</u>	<u>\$ 4,169,856</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR CAPITAL PROJECT FUNDS  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 For the Year Ended June 30, 2014

	ANACOCO CONSTRUCTION	ORANGE CONSTRUCTION	WARD 3 CONSTRUCTION PHASE 2
REVENUES			
Local sources:			
Interest earnings	\$ -	\$ -	\$ -
Other	5	-	-
Federal sources	-	-	-
	<hr/>	<hr/>	<hr/>
Total Revenues	5	-	-
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
Current:			
Support services:			
Plant services	-	5	-
Student transportation	-	-	-
Capital outlay	1,317	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	1,317	5	-
	<hr/>	<hr/>	<hr/>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(1,312)	(5)	-
	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	-	-
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	(1,312)	(5)	-
	<hr/>	<hr/>	<hr/>
FUND BALANCES - BEGINNING	60,289	5	97
	<hr/>	<hr/>	<hr/>
FUND BALANCES - ENDING	\$ 58,977	\$ -	\$ 97
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Exhibit 10

LEESVILLE HIGH SCHOOL CONSTRUCTION	SOUTH POLK CONSTRUCTION	BUS BOND	TOTAL
\$ 2,439	\$ -	\$ -	\$ 2,439
-	-	-	5
-	674,106	-	674,106
2,439	674,106	-	676,550
-	(2)	-	3
-	-	42,940	42,940
3,751,656	698,543	178,384	4,629,900
3,751,656	698,541	221,324	4,672,843
(3,749,217)	(24,435)	(221,324)	(3,996,293)
-	24,435	-	24,435
-	24,435	-	24,435
(3,749,217)	-	(221,324)	(3,971,858)
6,041,333	-	226,678	6,328,402
\$ 2,292,116	\$ -	\$ 5,354	\$ 2,356,544

## Vernon Parish School Board

### Agency Funds

**SCHOOL ACTIVITIES FUND** The activities of the various individual school accounts are accounted for in the school activities agency fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

**SCHOLARSHIP FUND** This scholarship agency fund is funded by voluntary employee contributions. The proceeds are used to provide an annual scholarship for an outstanding graduate who plans to major in education.

**SALES TAX FUND** The sales tax fund accounts for monies collected on behalf of the other taxing authorities in Vernon Parish. Upon receipt of sales tax returns and monies, a direct deposit is made into the bank account of the other taxing authorities.

**PROTESTED SALES TAX FUND** This fund accounts for collection of sales tax receipts to the Sales Tax Agency that are paid under protest and are set aside until the protest has been resolved.

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS

Combining Statement of Fiduciary Assets and Liabilities  
June 30, 2014

Exhibit 11

	<u>SCHOOL ACTIVITIES FUND</u>	<u>SCHOLARSHIP FUND</u>	<u>SALES TAX FUND</u>	<u>PROTESTED SALES TAX FUND</u>	<u>TOTAL</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,117,042	\$ 2,488	\$ -	\$ 74,686	\$ 1,194,216
Investments	167,936	-	-	-	167,936
Accounts receivable	<u>-</u>	<u>-</u>	<u>2,628,057</u>	<u>1,394</u>	<u>2,629,451</u>
Total assets	<u>1,284,978</u>	<u>2,488</u>	<u>2,628,057</u>	<u>76,080</u>	<u>3,991,603</u>
<b>LIABILITIES</b>					
Deposits due others	<u>1,284,978</u>	<u>2,488</u>	<u>2,628,057</u>	<u>76,080</u>	<u>3,991,603</u>
Total liabilities	<u>\$ 1,284,978</u>	<u>\$ 2,488</u>	<u>\$ 2,628,057</u>	<u>\$ 76,080</u>	<u>\$ 3,991,603</u>

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS  
 Combining Statement of Changes in Assets and Liabilities  
 For the Year Ended June 30, 2014

Exhibit 12

	Balance, Beginning	Additions	Deductions	Balance, Ending
<b>*****SCHOOL ACTIVITIES FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,135,331	\$ 3,137,281	\$ 3,155,570	\$ 1,117,042
Investments	166,116	1,820	-	167,936
<b>Total Assets</b>	<b>\$ 1,301,447</b>	<b>\$ 3,139,101</b>	<b>\$ 3,155,570</b>	<b>\$ 1,284,978</b>
<b>LIABILITIES</b>				
Deposits due others	\$ 1,301,447	\$ 3,139,101	\$ 3,155,570	\$ 1,284,978
<b>*****SCHOLARSHIP FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,041	\$ 1,529	\$ 2,082	\$ 2,488
<b>LIABILITIES</b>				
Deposits due others	\$ 3,041	\$ 1,529	\$ 2,082	\$ 2,488
<b>*****SALES TAX FUND*****</b>				
<b>ASSETS</b>				
Accounts receivable	\$ 2,861,220	\$ 28,641,543	\$ 28,874,706	\$ 2,628,057
<b>LIABILITIES</b>				
Deposits due others	\$ 2,861,220	\$ 28,641,543	\$ 28,874,706	\$ 2,628,057
<b>*****PROTESTED SALES TAX FUND*****</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 59,957	\$ 14,729	\$ -	\$ 74,686
Receivables	-	1,394	-	1394
<b>Total Assets</b>	<b>\$ 59,957</b>	<b>\$ 16,123</b>	<b>\$ -</b>	<b>\$ 76,080</b>
<b>LIABILITIES</b>				
Deposits due others	\$ 59,957	\$ 16,123	\$ -	\$ 76,080

(Continued)

VERNON PARISH SCHOOL BOARD

AGENCY FUNDS

Combining Statement of Changes in Assets and Liabilities  
For the Year Ended June 30, 2014

Exhibit 12

\*\*\*\*\*ALL AGENCY FUNDS\*\*\*\*\*

ASSETS				
Cash and cash equivalents	\$ 1,198,329	\$ 3,153,539	\$ 3,157,652	\$ 1,194,216
Investments	166,116	1,820	-	167,936
Accounts receivable	2,861,220	28,642,937	28,874,706	2,629,451
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 4,225,665</u>	<u>\$ 31,798,296</u>	<u>\$ 32,032,358</u>	<u>\$ 3,991,603</u>
LIABILITIES				
Deposits due others	\$ 4,225,665	\$ 31,798,296	\$ 32,032,358	\$ 3,991,603
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities	<u>\$ 4,225,665</u>	<u>\$ 31,798,296</u>	<u>\$ 32,032,358</u>	<u>\$ 3,991,603</u>

(Concluded)

VERNON PARISH SCHOOL BOARD

SCHOOL ACTIVITIES AGENCY FUND  
 Schedule of Changes in Deposits Due Others  
 For the Year Ended June 30, 2014

Exhibit 13

SCHOOL	Balance, Beginning	Additions	Deductions	Balance, Ending
ANACOCO HIGH	\$ 76,515	\$ 216,825	\$ 191,627	\$ 101,713
ANACOCO ELEMENTARY	11,955	83,452	77,815	17,592
EAST LEESVILLE ELEMENTARY	35,173	50,969	54,816	31,326
EVANS	39,336	142,716	141,595	40,457
HICKS	44,360	168,398	178,151	34,607
HORNBECK	39,915	151,104	148,370	42,649
LEESVILLE HIGH	206,030	662,382	687,475	180,937
LEESVILLE JUNIOR HIGH	22,172	128,200	136,742	13,630
NORTH POLK ELEMENTARY	15,813	90,291	89,659	16,445
OPTIONAL SCHOOL	855	475	391	939
PICKERING HIGH	80,184	321,072	300,337	100,919
PICKERING ELEMENTARY	60,321	124,330	136,267	48,384
PITKIN HIGH	253,775	111,564	132,780	232,559
ROSEPINE HIGH	148,282	444,485	444,010	148,757
ROSEPINE ELEMENTARY	87,258	147,831	144,972	90,117
SIMPSON	67,261	116,873	118,052	66,082
SOUTH POLK ELEMENTARY	24,586	54,292	53,887	24,991
VERNON ELEMENTARY	47,178	79,454	75,869	50,763
WEST LEESVILLE ELEMENTARY	40,478	44,388	42,755	42,111
TOTAL	\$ 1,301,447	\$ 3,139,101	\$ 3,155,570	\$ 1,284,978

**Vernon Parish School Board**

**SCHEDULE OF COMPENSATION PAID  
BOARD MEMBERS**

Vernon Parish School Board

General

Exhibit 14

**Schedule of Compensation Paid Board Members  
For the Year Ended June 30, 2014**

The schedule of compensation paid to the School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the general fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month, and the president receives \$900 per month for performing the duties of his office.

Michael Perkins, President	\$10,000
Doug Brandon, Vice President	9,600
John Blankenbaker	9,600
Gerald Cooley	9,600
Randi Gleason	10,400
Mel Harris	9,600
Jerry L. Jeane	9,600
Randy Martin	9,600
Robert Pynes, Jr.	9,600
Richard Schwartz	9,600
Vernon L. Travis, Jr.	9,600
Steve Woods	<u>9,600</u>
TOTAL	<u>\$116,400</u>

**COMPARATIVE INFORMATION  
&  
OTHER DATA REQUIRED BY  
BOND CONVENANT  
WITH THE  
U. S. DEPARTMENT OF AGRICULTURE**

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND

WARD 3

Comparative Balance Sheets

June 30, 2013 and 2014

Exhibit 15

	<u>2013</u>	<u>2014</u>
ASSETS		
Cash and cash equivalents	\$ 144,128	\$ 472,208
Investments	151,593	11,632
Receivables	346	-
	<u>296,067</u>	<u>483,840</u>
TOTAL ASSETS	<u>296,067</u>	<u>483,840</u>
FUND BALANCES:		
Restricted for debt service	<u>296,067</u>	<u>483,840</u>
TOTAL FUND BALANCES	<u>\$ 296,067</u>	<u>\$ 483,840</u>

VERNON PARISH SCHOOL BOARD

NONMAJOR DEBT SERVICE FUND  
WARD 3

Comparative Statements of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Years Ended June 30, 2013 and 2014

Exhibit 16

	<u>2013</u>	<u>2014</u>
REVENUES		
Local sources:		
Taxes:		
Ad valorem	\$ 316,173	\$ 465,684
Interest earnings	285	327
	<u>316,458</u>	<u>466,011</u>
Total Revenues		
EXPENDITURES		
Current:		
Support services:		
General administration	10,520	15,930
Debt service:		
Principal retirement	111,298	126,901
Interest and bank charges	126,056	135,407
	<u>247,874</u>	<u>278,238</u>
Total Expenditures		
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>68,584</u>	<u>187,773</u>
Net Change In Fund Balances	68,584	187,773
FUND BALANCES - BEGINNING	<u>227,483</u>	<u>296,067</u>
FUND BALANCES - ENDING	<u>\$ 296,067</u>	<u>\$ 483,840</u>

**Vernon Parish School Board**

**Schedule of Insurance  
For the Year Ended June 30, 2014**

**Exhibit 17**

The School Board has insurance coverage for the following major types of coverage:

<u>Type of Coverage</u>	<u>Policy Effective Date</u>	<u>Policy Expiration Date</u>	<u>Amount of Deductible</u>	<u>Amount of Policy Coverage</u>
Fire & Extended Coverage (1)	7/1/13	7/1/14	\$ 100,000	\$205,893,805
General Liability	7/1/13	7/1/14	25,000	1,000,000
Workers' Compensation	8/1/13	8/1/14	400,000	1,000,000
Employee Fidelity	8/1/13	8/1/14	5,000	50,000/250,000
Vehicle Liability	7/1/13	7/1/14	25,000	1,000,000
Vehicle Collision	7/1/13	7/1/14	2,000	1,000,000
Board Members' Officers Liability	7/1/13	7/1/14	25,000	1,000,000
Board President Official Bond	1/1/14	12/31/14		50,000
Board Vice President	1/1/14	12/31/14		20,000

(1) The insurer's total limit of liability shall not exceed \$205,893,805 as a result of any one occurrence. However, the policy has numerous sub-limits of liability per occurrence.

Vernon Parish School Board

Reserve Account  
June 30, 2014

Exhibit 18

The Vernon Parish School Board maintains a sinking fund bank account for Ward III School District. This account is used to fund annual debt service payments for the bond issuance in Ward III from the United States Department of Agriculture Rural Development.

The following is the detail of the bond issuance:

<u>Date of Issuance</u>	<u>Original Amount</u>	<u>Amount Drawn to Date</u>	<u>June 30, 2014 Principal Outstanding</u>
Ward III-Ward-wide August 26, 2011	\$650,000	\$640,700	\$628,501

**Vernon Parish School Board**

**Exhibit 19**

**Board Member Contact Information  
For the Year Ended June 30, 2014**

Doug Brandon  
300 North Vernon  
Leesville, LA 71446  
337-239-0226

John Blankenbaker  
P. O. Box 432  
Rosepine, LA 70659  
337-462-6245

Gerald Cooley  
P. O. Box 235  
Simpson, LA 71474  
337-383-7702

Randi Gleason  
207 Werner Road  
Leesville, LA 71446  
337-397-8861

Mel Harris  
216 Lakeshore Dr.  
Leesville, LA 71446  
337-208-1555

Jerry L. Jeane  
435 Holly Grove Road  
Anacoco, LA 71403  
337-397-1828

Randy Martin  
12521 Lake Charles Hwy.  
Leesville, LA 71446  
337-239-0161

Michael Perkins  
232 M. Perkins Road  
Pitkin, LA 70656  
318-358-3253

Robert Pynes, Jr.  
1614 W. Hawthorne Road  
Leesville, LA 71446  
337-238-1236

Richard Schwartz  
139 Schwartz Rd.  
Leesville, LA 71446  
337-238-1950

Vernon Travis, Jr.  
1323 Pine Road  
Leesville, LA 71446  
337-392-8802

Steve Woods  
552 Stanley Road  
Leesville, LA 71446  
337-397-0182

Garrison Commander  
Col. T. Glenn Moore  
6661 Warrior Trail  
Fort Polk, LA 71459-5339  
337-531-1606

---

# STATISTICAL SECTION



**Vernon Parish School Board  
Statistical Section  
Contents**

	<b>Table Number</b>	<b>Page Number</b>
<b>Financial Trends</b>		
These schedules contain trend information to help the reader understand how the School Board's financial performance and well being has changed over time.		
Net Position by Component	1	165
Changes in Net Position	2	166
Fund Balances of Governmental Funds	3	167
Changes in Fund Balances of Governmental Funds	4	168
<b>Revenue Capacity</b>		
These schedules contain information to help the reader assess one of the School Board's most significant local revenue sources, property and sales tax.		
Assessed Value and Estimated Actual Value of Taxable Property	5	169
Overlapping Governments	6	170
Principal Property Taxpayers	7	171
Property Tax Levies and Collections	8	172
Sales and Use Tax Rates and Collections	9	173
<b>Debt Capacity</b>		
These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue debt in the future.		
Ratios of Outstanding Debt by Type	10	174
Ratios of General Bonded Debt Outstanding	11	175
Direct and Overlapping Governmental Activities Debt	12	176
Legal Debt Margin Information	13	177

(continued)

**Vernon Parish School Board  
Statistical Section  
Contents**

	<b>Table Number</b>	<b>Page Number</b>
<b>Demographic and Economic Information</b>		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.		
Demographic and Economic Statistics	14	178
Principal Employers	15	179
<b>Operating Information</b>		
These schedules contain service and infrastructure data to help the reader understand how the information in the School Board's financial report relates to the services the School Board provides and the activities it performs.		
School Personnel	16	180
Student Capacity and Utilization	17	181-183
Operating Statistics	18	184

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report (CAFR) for the relevant year.

(concluded)

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Net Position by Component  
Fiscal Years Ended June 30, 2005 through June 30, 2014  
(Accrual Basis of Accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental Activities										
Net investment in capital assets	\$ 14,927,832	\$ 15,908,956	\$ 16,616,551	\$ 14,823,115	\$ 16,396,072	\$ 16,821,258	\$ 17,110,626	\$ 17,817,725	\$ 17,594,873	\$ 19,563,790
Restricted	3,919,624	3,887,522	4,843,189	7,189,495	4,510,684	4,848,075	5,297,917	5,147,840	5,753,340	5,552,144
Unrestricted	6,450,960	7,700,397	7,653,310	10,217,118	7,339,119	4,601,368	(2,188,347)	(8,266,158)	(18,847,134)	(29,896,245)
Total governmental activities net position	<u>\$ 25,298,416</u>	<u>\$ 27,496,875</u>	<u>\$ 29,113,050</u>	<u>\$ 32,229,728</u>	<u>\$ 28,245,875</u>	<u>\$ 26,270,701</u>	<u>\$ 20,220,196</u>	<u>\$ 14,699,407</u>	<u>\$ 4,501,079</u>	<u>\$ (4,780,311)</u>

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Changes in Net Position  
Fiscal Years Ended June 30, 2005 through June 30, 2014  
(Accrual Basis of Accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Expenses</b>										
Instruction:										
Regular programs	\$ 30,944,989	\$ 33,012,955	\$ 29,401,351	\$ 32,701,309	\$ 38,037,707	\$ 37,428,401	\$ 39,488,548	\$ 43,005,602	\$ 42,628,714	\$ 42,985,954
Special programs	13,868,144	14,780,498	15,750,032	14,538,577	14,560,675	12,963,275	14,578,985	16,000,695	14,184,535	12,627,239
Other instructional programs	3,252,453	3,434,608	3,665,528	3,804,143	5,528,132	8,151,800	5,567,933	4,494,574	5,743,328	5,527,661
Support services:										
Student services	3,065,160	3,078,977	3,250,503	3,276,441	3,573,479	4,831,485	5,123,873	5,367,333	5,297,452	5,127,729
Instructional staff support	2,649,660	2,671,572	2,853,256	3,186,308	3,675,020	4,453,507	4,883,683	4,327,332	4,307,987	4,684,588
General administration	1,582,637	1,539,209	1,729,061	1,753,800	1,536,052	1,611,112	1,907,569	1,906,467	2,001,812	2,121,497
School administration	3,844,721	4,029,261	4,516,103	5,467,501	6,299,070	6,097,743	6,528,311	6,573,618	6,762,117	6,937,725
Business services	505,065	515,413	551,095	532,187	609,644	637,752	612,852	669,182	602,374	569,332
Plant services	6,528,526	7,259,883	7,189,088	7,812,785	8,902,972	8,558,445	8,913,033	9,188,026	8,620,193	9,264,377
Student transportation services	5,479,318	5,751,312	6,129,112	6,644,271	7,202,412	7,294,482	7,180,796	7,715,968	7,815,764	7,349,972
Central services	516,118	415,655	775,894	462,815	736,495	773,622	733,513	630,565	1,010,764	1,257,347
Food services	5,284,644	5,286,207	5,582,776	5,911,613	6,747,081	6,929,730	6,924,015	7,270,604	7,415,613	7,393,967
Community services	67,114	84,272	55,531	59,904	72,201	57,780	58,772	66,260	24,390	25,502
Interest on long-term debt	950,440	914,995	975,949	865,655	954,381	897,882	1,427,467	1,973,433	1,263,918	1,355,712
Total expenses	<u>78,538,989</u>	<u>82,774,817</u>	<u>82,425,279</u>	<u>87,017,309</u>	<u>98,435,321</u>	<u>100,687,016</u>	<u>103,929,350</u>	<u>109,189,659</u>	<u>107,678,961</u>	<u>107,228,602</u>
<b>Program Revenues</b>										
Charges for services:										
Food Service Operations	832,657	849,265	824,623	895,971	878,308	942,971	925,693	1,004,166	905,096	811,651
Operating Grants and Contributions	10,743,809	13,320,942	12,761,872	12,830,019	13,851,498	18,557,756	15,073,056	14,547,924	13,486,407	13,672,847
Capital Grants and Contributions	-	-	-	-	-	83,068	385,669	617,600	-	-
Total program revenues	<u>11,576,466</u>	<u>14,170,207</u>	<u>13,586,495</u>	<u>13,725,990</u>	<u>14,729,806</u>	<u>19,583,795</u>	<u>16,384,418</u>	<u>16,169,690</u>	<u>14,391,503</u>	<u>14,484,498</u>
<b>Net (Expense) / Revenue</b>	<u>(66,962,523)</u>	<u>(68,604,610)</u>	<u>(68,838,784)</u>	<u>(73,291,319)</u>	<u>(83,705,515)</u>	<u>(81,103,221)</u>	<u>(87,544,932)</u>	<u>(93,019,969)</u>	<u>(93,287,458)</u>	<u>(92,744,104)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Taxes										
Ad valorem taxes levied for general purposes	2,253,405	2,422,564	2,898,498	2,720,354	3,184,211	3,245,871	3,244,532	3,404,612	3,811,940	3,979,481
Ad valorem taxes levied for debt service purposes	2,355,516	2,408,637	3,083,579	2,403,961	1,563,709	2,294,839	3,041,503	3,805,546	4,021,574	3,829,468
Sales taxes	9,283,499	9,730,746	9,767,480	9,610,440	10,621,006	10,775,453	10,818,744	12,231,273	12,098,220	11,824,150
Grants and contributions not restricted to specific	43,698,749	46,280,337	47,213,663	52,587,881	55,096,124	55,630,986	57,175,819	56,929,909	55,175,980	56,251,232
Interest and investment earnings	303,404	607,089	852,136	732,244	326,571	252,338	274,139	152,816	135,720	59,457
Impact Aid, Department of Defense, ROTC	8,307,222	8,312,798	6,752,611	7,626,843	8,140,126	5,980,891	5,927,128	10,030,372	6,928,669	6,705,595
Miscellaneous	622,646	1,040,905	1,004,926	726,274	789,915	947,669	1,012,562	978,077	917,027	813,331
Total	<u>66,824,441</u>	<u>70,803,076</u>	<u>71,572,893</u>	<u>76,407,997</u>	<u>79,721,662</u>	<u>79,128,047</u>	<u>81,494,427</u>	<u>87,532,605</u>	<u>83,089,130</u>	<u>83,462,714</u>
<b>Change in Net Position</b>	<u>\$ (138,082)</u>	<u>\$ 2,198,466</u>	<u>\$ 2,734,109</u>	<u>\$ 3,116,678</u>	<u>\$ (3,983,853)</u>	<u>\$ (1,975,174)</u>	<u>\$ (6,050,505)</u>	<u>\$ (5,487,364)</u>	<u>\$ (10,198,328)</u>	<u>\$ (9,281,390)</u>

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>General Fund</b>											
Reserved	\$ 846,320	\$ 648,089	\$ 663,900	\$ 670,097	\$ 693,376	\$ 699,109	\$ 656,878	\$ -	\$ -	\$ -	\$ -
Unreserved	7,061,986	8,055,122	9,221,797	9,533,763	12,141,268	16,185,848	19,495,960	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	679,425	646,000	646,000	646,000
Committed	-	-	-	-	-	-	-	-	600,000	600,000	600,000
Assigned	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	21,730,728	23,935,602	20,799,034	17,473,031
<b>Total general fund</b>	<b>7,908,306</b>	<b>8,703,211</b>	<b>9,885,697</b>	<b>10,203,860</b>	<b>12,834,644</b>	<b>16,884,957</b>	<b>20,152,838</b>	<b>22,410,153</b>	<b>25,181,602</b>	<b>22,045,034</b>	<b>18,719,031</b>
<b>All Other Governmental Funds</b>											
Reserved	1,058,868	884,171	1,048,187	1,937,835	1,995,566	1,470,228	1,689,706	-	-	-	-
Unreserved, reported in:											
Special revenue fun	2,479,768	1,488,298	1,659,723	2,263,826	2,390,824	2,747,241	3,535,590	-	-	-	-
Capital projects fun	7,240,620	3,656,562	588,708	26,091	2,164,211	1,770,305	10,716	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	142,009	101,861	89,765	117,511
Restricted	-	-	-	-	-	-	-	26,483,283	21,887,480	11,928,079	7,579,931
Committed	-	-	-	-	-	-	-	962,407	1,300,694	1,547,023	1,860,731
Assigned	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(501,008)	(192,216)	18,799	-
<b>Total all other governmenta</b>	<b>10,779,256</b>	<b>6,029,031</b>	<b>3,296,618</b>	<b>4,227,752</b>	<b>6,550,601</b>	<b>5,987,774</b>	<b>5,236,012</b>	<b>27,086,691</b>	<b>23,097,819</b>	<b>13,583,666</b>	<b>9,558,173</b>
<b>Grand total of funds</b>	<b>\$ 18,687,562</b>	<b>\$ 14,732,242</b>	<b>\$ 13,182,315</b>	<b>\$ 14,431,612</b>	<b>\$ 19,385,245</b>	<b>\$ 22,872,731</b>	<b>\$ 25,388,850</b>	<b>\$ 49,496,844</b>	<b>\$ 48,279,421</b>	<b>\$ 35,628,700</b>	<b>\$ 28,277,204</b>

Source: Comprehensive Annual Financial Report

Note:

- (1) GASB Statement No. 54 was implemented for the year ended June 30, 2011.
- (2) The reserved fund balances before GASB 54 was implemented were classified as restricted after GASB 54 was implemented

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Revenues</b>										
Ad valorem taxes	\$ 4,608,921	\$ 4,831,201	\$ 5,982,077	\$ 5,124,315	\$ 4,747,920	\$ 5,540,710	\$ 6,286,035	\$ 7,210,158	\$ 7,833,514	\$ 7,808,949
Sales & use taxes	9,283,499	9,730,746	9,767,480	9,610,440	10,621,006	10,775,453	10,818,744	12,231,273	12,098,220	11,824,150
Investment Earning	303,404	607,089	852,136	732,244	326,571	252,338	274,139	152,816	135,720	59,457
Food services	832,657	849,265	824,623	895,971	878,308	942,971	925,693	1,004,166	905,096	811,651
Other Revenues	1,029,531	1,079,091	1,019,691	837,784	907,465	1,097,371	1,079,910	1,004,223	1,091,525	914,920
Total revenues from local sources	16,058,012	17,097,392	18,446,007	17,200,754	17,481,270	18,608,843	19,384,521	21,602,636	22,064,075	21,419,127
Equalization	43,052,370	45,664,496	46,656,010	52,007,161	54,576,977	55,103,810	54,275,158	56,465,134	54,734,675	55,385,942
Other	1,709,519	2,406,928	2,233,411	3,289,495	4,190,703	1,990,435	1,395,570	1,495,551	714,344	2,740,043
Total revenue from state sources	44,761,889	48,071,424	48,889,421	55,296,656	58,767,680	57,094,245	55,670,728	57,960,685	55,449,019	58,125,985
Revenue from federal sources	17,794,193	19,864,156	17,838,728	17,748,087	18,320,068	23,158,456	22,890,944	24,165,120	20,142,037	18,503,689
Total Revenues	78,614,094	85,032,972	85,174,156	90,245,497	94,569,018	98,861,544	97,946,193	103,728,441	97,655,131	98,048,801
<b>Expenditures:</b>										
<b>Current</b>										
Instruction services	47,030,215	50,249,402	47,698,521	49,619,659	51,935,494	53,580,570	52,593,523	55,912,775	55,708,501	54,731,386
Student services	3,065,160	3,078,977	3,250,503	3,276,441	3,239,010	4,404,846	4,608,378	4,765,205	4,763,831	4,593,860
Instructional staff support	2,647,934	2,670,497	2,852,517	3,185,255	3,357,095	4,084,880	4,398,974	3,883,499	3,920,150	4,280,031
General administration	1,753,511	1,579,358	1,773,632	1,851,805	1,474,787	1,632,086	1,806,824	1,801,407	2,047,289	2,027,683
School administration	3,780,757	3,958,889	4,441,296	5,382,558	5,656,743	5,573,420	5,802,597	5,838,013	6,068,667	6,185,661
Business services	503,699	514,653	549,861	529,874	556,717	581,479	548,509	601,605	548,645	519,173
Plant services	6,495,144	7,226,582	7,193,203	7,778,948	8,530,650	8,349,579	8,443,651	8,582,495	8,184,249	8,812,079
Student transportation services	5,424,712	5,716,148	6,088,447	6,597,148	6,713,371	7,002,635	6,605,648	7,115,861	7,277,919	6,850,665
Central services	516,118	415,655	775,894	462,815	698,998	734,601	692,947	592,738	946,478	1,181,360
Food service	5,003,395	5,077,443	5,808,370	5,643,117	6,165,063	6,441,802	6,230,640	6,580,326	6,918,755	6,786,114
Community services	67,114	84,272	55,531	59,904	66,213	55,945	56,456	62,890	21,417	22,693
Capital Outlay	7,063,493	3,827,917	2,776,226	954,270	1,130,810	1,877,936	3,098,715	9,122,016	10,509,740	5,173,063
Debt service										
Principal	1,281,204	1,199,875	1,239,488	1,377,505	1,121,430	1,105,230	1,066,008	1,979,742	2,471,168	7,081,458
Interest	873,060	983,226	937,043	916,735	942,038	920,416	1,218,882	1,909,604	1,397,243	1,562,071
Advanced escrow funding	307,402	-	-	-	-	-	-	-	-	-
Total Expenditures	85,812,918	86,582,894	85,440,532	87,636,034	91,588,419	96,345,425	97,171,752	108,748,176	110,784,052	109,807,297
Excess of revenues over (under) expenditures	(7,198,824)	(1,549,922)	(266,376)	2,609,463	2,980,599	2,516,119	774,441	(5,019,735)	(13,128,921)	(11,758,496)
<b>Other Financing Sources (Uses)</b>										
Debt issuance	4,958,500	-	1,515,673	4,189,400	506,887	-	23,311,763	3,550,737	-	-
Debt refinancing	-	-	-	(1,848,609)	-	-	381,000	8,860,000	-	-
Payments to escrow agent	(1,715,000)	-	-	-	-	-	(381,000)	(8,575,000)	-	-
Transfers in	1,302,243	1,747,442	1,696,500	1,565,007	1,690,715	1,406,132	1,369,021	1,842,717	1,641,371	-
Transfers out	(1,302,243)	(1,747,442)	(1,696,500)	(1,565,007)	(1,690,715)	(1,406,132)	(1,369,021)	(1,842,717)	(1,641,371)	-
Premium on bonds issued	-	-	-	3,379	-	-	21,790	-	478,200	-
Total other financing sources (uses)	3,243,500	-	1,515,673	2,344,170	506,887	-	23,333,553	3,835,737	478,200	-
Net change in fund balances	\$ (3,955,324)	\$ (1,549,922)	\$ 1,249,297	\$ 4,953,633	\$ 3,487,486	\$ 2,516,119	\$ 24,107,994	\$ (1,183,998)	\$ (12,650,721)	\$ (11,758,496)
Debt service as a percentage of noncapital expenditures	2.7%	2.6%	2.6%	2.6%	2.3%	2.1%	2.4%	3.9%	3.9%	8.3%

Source: Comprehensive Annual Financial Report

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	Less: Homestead Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property						
2005	\$ 59,563,020	52,273,800	15,948,490	\$ 37,745,930	90,039,380	487.52	\$ 1,019,744,139	12.53%
2006	61,236,460	66,752,210	17,356,540	38,386,650	106,958,560	484.34	1,191,318,246	12.20%
2007	71,122,170	29,932,680	44,916,520	39,393,293	106,578,077	498.74	1,106,672,498	13.19%
2008	74,483,380	31,868,780	38,645,600	40,805,178	104,192,582	500.86	1,111,344,816	13.05%
2009	80,359,490	35,800,130	50,959,170	42,640,030	124,478,760	342.62	1,278,859,295	13.07%
2010	83,540,140	35,638,030	46,163,720	43,883,160	121,458,730	444.29	1,277,762,150	12.94%
2011	89,062,970	35,780,470	38,177,500	45,925,907	117,095,033	432.99	1,278,471,460	12.75%
2012	93,035,570	35,472,550	39,589,200	47,441,907	120,655,413	428.72	1,325,668,067	12.68%
2013	95,327,900	38,361,480	42,317,950	47,592,300	128,415,030	433.14	1,388,295,897	12.68%
2014	97,896,180	37,697,300	53,918,680	48,670,969	140,841,191	391.26	1,430,984,520	13.24%

Source: Vernon Parish Tax Assessor Agency

Notes:

- (1) Property in the parish is reassessed every four years
- (2) Assessed values are established by the Assessor each year on a uniform basis at the following ratios of assessed value to actual value:
  - 10% land
  - 10% residential improvements
  - 15% industrial improvements
  - 15% machinery
  - 15% commercial improvements
  - 25% public service properties, excluding land
- (3) Tax rates are per \$1,000 of assessed value.
- (4) For years prior to 2007 oil and gas wells were classified as commercial property. For 2007 this was changed to classify oil and gas wells as personal property.

Table 6

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Overlapping Governments  
Last Ten Fiscal Years

Fiscal Year Ended June 30	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Rates
	Operating Millage	Debt Service Millage	Total School Millage	Vernon Parish Police Jury	City of Leesville	
2005	131.18	356.34	487.52	147.41	22.77	657.70
2006	131.18	353.16	484.34	147.41	21.38	653.13
2007	141.18	357.56	498.74	147.41	20.66	666.81
2008	144.70	356.16	500.86	155.30	20.75	676.91
2009	144.97	197.65	342.62	117.17	15.06	474.85
2010	152.22	292.07	444.29	122.16	15.06	581.51
2011	157.20	275.79	432.99	130.07	16.60	579.66
2012	157.20	271.52	428.72	130.07	17.76	576.55
2013	158.45	274.69	433.14	134.43	17.76	585.33
2014	158.45	232.81	391.26	134.43	18.70	544.39

## Notes:

- (1) School district debt service millage is for individual school districts.
- (2) The above schedule does not include water districts, fire districts, forestry districts, or levee districts.
- (3) Overlapping rates are those of city and parish governments that apply to property owners within Vernon Parish. Not all overlapping rates apply to all property owners.

Source: Vernon Parish Tax Assessor

Table 7

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Property Taxpayers  
June 30, 2014 and Nine Years Ago

Taxpayer	Fiscal Year 2014			Fiscal Year 2005		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Anadarko E&P Company, LP	\$ 9,317,380	1	6.62%	\$ 4,880,950	2	5.85%
Swift Energy Operating	5,730,270	2	4.07%	5,611,990	1	6.72%
Eagle Rock Energy	5,687,740	3	4.04%			
Addison Oil, LLC	4,704,830	4	3.34%			
Cleco Corporation	4,692,140	5	3.33%	4,576,430	3	5.48%
Bell South Telecommunications	2,859,300	6	2.03%	4,499,020	4	5.39%
Beauregard Electric Company	2,420,790	7	1.72%	1,834,680	7	2.20%
Amisub (Byrd Hospital)	2,413,050	8	1.71%			
Tenneco, Inc.	1,910,520	9	1.36%			
Southwestern Electric P	1,593,710	10	1.13%			
Valley Electric				1,353,830	9	1.62%
Merchants & Farmers Bank				2,600,560	5	3.11%
Boise Cascade Corp				2,037,340	6	2.44%
Fuels Acquisiton				1,774,300	8	2.12%
Crosby Land and Resources				1,412,500	10	1.69%
Totals	<u>\$ 41,329,730</u>		<u>29.35%</u>	<u>\$ 30,581,600</u>		<u>36.62%</u>

Source: Vernon Parish Tax Assessor Agency

Table 8

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 4,602,691	\$ 4,602,691	100.00%	\$ 0	\$ 4,602,691	100.00%
2006	5,433,774	4,831,201	88.91%	602,573	5,433,774	100.00%
2007	5,451,101	5,402,823	99.11%	33,606	5,436,429	99.73%
2008	5,028,414	4,982,201	99.08%	45,253	5,027,454	99.98%
2009	4,734,204	4,617,879	97.54%	104,991	4,722,870	99.76%
2010	5,620,355	5,423,596	96.50%	136,017	5,559,613	98.92%
2011	6,274,406	6,132,048	97.73%	44,822	6,176,870	98.45%
2012	7,090,335	7,005,340	98.80%	0	7,027,459	99.11%
2013	7,396,853	7,372,832	99.68%	22,119	7,372,832	99.68%
2014	7,766,306	7,528,063	96.93%	N/A	7,528,063	

Source: Vernon Parish Sheriff (ex-officio tax collector)

N/A - Information is not yet available.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Sales and Use Tax Rates and Collections - All Governments  
Last Ten Fiscal Years

Fiscal Year	Sales and Use Tax Rates						Tax Collections					
	Parishwide				Municipalities		Parishwide			Municipalities		Total Collections
	School Board	Police Jury	Sheriff's Office	Total Rate	Leesville	Other	School Board	Police Jury	Sheriff's Office	Leesville	Other	
2004	2.00%	1.50%	0.50%	4.00%	1.50%	3.00%	\$ 8,257,329	\$6,260,936	\$ 309,028	\$ 2,332,067	\$ 194,356	\$17,353,716
2005	2.00%	1.50%	0.50%	4.00%	1.50%	3.00%	9,184,428	6,974,229	2,241,989	3,494,100	222,644	22,117,390
2006	2.00%	1.50%	0.50%	4.00%	1.50%	3.00%	9,641,500	7,327,996	2,322,994	3,645,023	223,770	23,161,283
2007	2.00%	1.50%	0.50%	4.00%	1.50%	3.00%	9,798,921	7,465,740	2,412,815	3,841,304	224,372	23,743,152
2008	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	9,682,872	7,405,130	2,396,185	3,855,955	255,172	23,595,314
2009	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	10,333,059	7,936,729	2,575,893	3,959,316	262,433	25,067,430
2010	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	10,929,707	8,196,150	2,731,383	4,164,579	498,759	26,520,578
2011	2.00%	1.50%	0.50%	4.00%	1.50%	3.50%	10,773,530	8,079,219	2,694,610	4,027,757	549,709	26,124,825
2012	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,966,547	8,973,442	2,990,986	4,183,411	704,918	28,819,304
2013	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	12,267,041	9,199,050	3,066,331	4,342,739	801,563	29,676,724
2014	2.00%	1.50%	0.50%	4.00%	1.50%	4.00%	11,932,505	8,944,410	2,981,459	4,210,115	806,217	28,874,706

## Notes:

- (1) Information provided by Vernon Parish Sales and Use Tax Agency.
- (2) Total rate represents the maximum amount that may be assessed by local taxing authorities. These rates do not include the state sales and use tax rate.
- (3) The Municipalities - Other column includes 1% for Hornbeck and 1.5% each for New Llano and Rosepine.
- (4) Sales tax collections reported by the Vernon Sales and Use Tax Agency are on the cash basis.
- (5) The Sheriff's Office is a new sales and use tax levy of 1/2% effective for 4/1/2004.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Certificate of Indebtedness	Capital Leases	Total Debt Outstanding	Percentage of Personal Income	Per Capita
2004	\$ 19,935,440	\$ -	\$ 15,434	\$ 19,950,874	1.55%	394
2005	21,607,737	0	0	21,607,737	1.58%	436
2006	20,407,862	0	0	20,407,862	1.41%	419
2007	20,570,682	0	56,567	20,627,249	1.30%	441
2008	21,504,492	0	44,167	21,548,659	1.26%	455
2009	20,903,444	0	30,672	20,934,116	1.27%	459
2010	19,812,902	0	15,984	19,828,886	1.02%	425
2011	42,074,641	0	0	42,074,641	1.91%	804
2012	42,330,636	1,600,000	0	43,930,636	2.14%	843
2013	40,526,959	1,295,000	0	41,821,959	1.77%	776
2014	38,167,501	980,000	0	39,147,501	1.79%	744

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics (Table 14) for personal income and population data.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2004	\$ 19,935,440	\$ 1,058,868	\$ 18,876,572	2.02%	373
2005	21,607,737	884,171	20,723,566	2.03%	418
2006	20,407,862	1,048,187	19,359,675	1.63%	397
2007	20,570,682	1,937,835	18,632,847	1.68%	399
2008	21,504,492	1,995,566	19,508,926	1.76%	412
2009	20,903,444	1,470,228	19,433,216	1.52%	426
2010	19,812,902	1,689,706	18,123,196	1.42%	389
2011	42,074,641	2,351,667	39,722,974	3.11%	759
2012	42,330,636	2,363,758	39,966,878	3.01%	767
2013	40,526,959	2,722,207	37,804,752	2.72%	702
2014	38,167,501	2,080,441	36,087,060	2.52%	686

## Notes:

- (1) Details regarding the School Board's outstanding debt can be found in the notes to the financial statements.
- (2) General Obligation Bonds column excludes certificates of indebtedness.
- (3) See the Schedule of Demographic and Economic Statistics for personal income and population data.
- (4) See Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Direct and Overlapping Governmental Activities Debt  
As of June 30, 2014

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Vernon Parish Police Jury	\$ 8,680,000	100.00%	\$ 8,680,000
City of Leesville	2,394,000	100.00%	2,394,000
Subtotal, overlapping debt			<u>11,074,000</u>
<b>Vernon Parish School Board Direct Debt</b>	39,147,501		<u>39,147,501</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 50,221,501</u></u>

Sources: Debt outstanding data extracted from annual financial report of respective governments.

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School Board. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School Board.
- (2) Various tax districts exist within Vernon Parish that involve a small percentage of parish taxpayers. These districts' debt is not included as the amounts and impact on this schedule is not significant.
- (3) Debt outstanding includes all debt outstanding in Table 10.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Legal Debt Margin Information  
Last Ten Fiscal Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Debt Limit	\$ 44,724,859	\$ 50,870,824	\$ 51,089,980	\$ 50,749,216	\$ 83,559,395	\$ 82,670,945	\$ 81,510,470	\$ 84,048,660	\$ 88,003,665	\$ 94,756,080
Total net debt applicable to limit	<u>20,723,566</u>	<u>19,359,675</u>	<u>18,632,847</u>	<u>19,508,926</u>	<u>19,433,216</u>	<u>18,123,196</u>	<u>39,722,974</u>	<u>39,966,878</u>	<u>37,804,752</u>	<u>36,087,060</u>
Legal debt margin	<u>\$ 24,001,293</u>	<u>\$ 31,511,149</u>	<u>\$ 32,457,133</u>	<u>\$ 31,240,290</u>	<u>\$ 64,126,179</u>	<u>\$ 64,547,749</u>	<u>\$ 41,787,496</u>	<u>\$ 44,081,782</u>	<u>\$ 50,198,913</u>	<u>\$ 58,669,020</u>
Total net debt applicable to the limit as a percentage of debt limit	46.34%	38.06%	36.47%	38.44%	23.26%	21.92%	48.73%	47.55%	42.96%	38.08%

Legal Debt Margin Calculation for Fiscal Year 2013

Assessed value	\$ 140,841,191
Add back: exempt real property	<u>48,670,969</u>
Total assessed value	189,512,160
Debt limit ( 50% of total assessed value)	94,756,080
Debt applicable to limit:	
General Obligation bonds	38,167,501
Less: Amount set aside for repayment of general obligation debt	2,080,441
Total net debt applicable to limit	36,087,060
Legal debt margin	\$ 58,669,020

Source: Comprehensive Annual Financial Report

Notes:

(1) The debt limit is 50% of total assessed value. This percentage is in accordance with Act 103 of 1980

Table 14

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Demographic and Economic Statistics  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Population	Personal Income	Per Capita Personal Income	School Enrollment	Percentage on Free & Reduced Meals	Unemployment Rate
2004	50,669	\$ 1,284,139,000	\$ 25,344	9,544	N/A	6.5%
2005	49,545	1,367,319,000	27,598	9,621	N/A	6.5%
2006	48,745	1,448,952,000	29,725	9,232	N/A	4.1%
2007	46,748	1,582,628,000	33,854	9,107	47.35%	4.2%
2008	47,380	1,716,304,000	36,224	8,997	55.83%	4.5%
2009	45,639	1,586,594,196	34,764	9,661	57.55%	4.6%
2010	46,616	1,943,234,576	41,686	9,363	59.25%	5.9%
2011	52,334	2,202,162,386	42,079	9,348	59.60%	7.3%
2012	52,107	2,054,631,117	39,431	9,496	57.50%	7.7%
2013	53,869	2,364,148,803	43,887	9,687	57.60%	6.5%
2014	52,606	2,187,094,450	41,575	9,017	58.90%	7.2%

## Sources:

- (1) Population data obtained from the U. S. Census Bureau.
- (2) School enrollment and free and reduced meals data obtained from Louisiana Department of Education, which does not include the enrollment for Pre K.
- (3) Unemployment rate obtained from U. S. Department of Labor.
- (4) Personal Income data obtained from [www.stats.indiana.edu](http://www.stats.indiana.edu).

Table 15

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Principal Employers  
Current Year and Nine Years Ago

	2014		2005	
	Number of Employees	% of Total Employment	Number of Employees	% of Total Employment
Fort-Polk- JRTC (active duty)	9,546	1 33.27%	12,738	1 37.94%
Fort-Polk- JRTC (civilian employees)	6,628	2 23.10%	5,331	2 15.88%
Vernon Parish School Board	1,663	3 5.80%	1,447	3 4.31%
Wal-Mart Supercenter	423	4 1.47%	500	4 1.49%
Byrd Regional Hospital	340	5 1.19%	260	5 0.77%
Vernon Parish Police Jury	185	6 0.64%	210	6 0.63%
Vernon Parish Sheriff's Office	174	7 0.61%	179	7 0.53%
Leesville Development Center	130	8 0.45%	125	9 0.37%
City of Leesville	110	9 0.38%	110	10 0.33%

Source: Central Louisiana Economic Development Alliance

Notes:

(1) Employment data obtained from U.S. Department of Labor. Non civilian labor has been added to total.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

School Personnel  
Fiscal Years Ended June 30, 2004 through June 30, 2013

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Teachers</b>											
Less than a Bachelor's degree	14	7	16	16	6	3	5	-	-	3	3
Bachelor	540	517	530	484	462	472	492	487	483	495	480
Master	96	110	116	121	110	110	104	104	110	119	112
Master +30	44	40	47	53	44	43	35	27	23	23	22
Specialist in Education	4	3	4	3	3	2	1	1	1	1	1
Ph.D or Ed.D	2	-	1	1	1	1	1	-	-	-	-
Total	700	677	714	678	626	631	638	619	617	641	618
<b>Principals &amp; Assistants</b>											
Bachelor	-	-	-	-	-	-	-	-	-	-	-
Master	15	15	20	19	19	20	16	16	21	18	20
Master +30	24	23	22	20	20	20	22	23	19	21	18
Specialist in Education	3	3	3	2	2	2	2	2	1	1	1
Ph.D or Ed.D	-	-	-	-	-	-	-	-	-	-	-
Total	42	41	45	41	41	42	40	41	41	40	39

Source: Agreed upon procedures report on performance and statistical data accompanying the annual financial statements.

Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
June 30, 2014

Instructional Sites	June 30, 2010	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
<b>High Schools</b>					
<b>Anacoco High School</b>					
Square feet	53,712	53,712	53,712	53,712	53,712
Number of classrooms	26	26	26	26	26
Student capacity	898	898	898	898	898
Student enrollment	378	400	387	345	350
Enrollment per # of Classrooms	15	15	15	13	13
Square feet per enrollment	142	134	139	156	153
<b>Evans High School</b>					
Square feet	65,105	65,105	65,105	65,105	65,105
Number of classrooms	20	20	20	20	20
Student capacity	731	731	731	731	731
Student enrollment	366	349	425	397	391
Enrollment per # of Classrooms	18	17	21	20	20
Square feet per enrollment	178	187	153	164	167
<b>Hicks High School</b>					
Square feet	61,425	61,425	61,425	61,425	61,425
Number of classrooms	18	18	18	18	18
Student capacity	633	633	633	633	633
Student enrollment	305	333	363	344	340
Enrollment per # of Classrooms	17	19	20	19	19
Square feet per enrollment	201	184	169	179	181
<b>Hornbeck High School</b>					
Square feet	87,821	87,821	87,821	87,821	87,821
Number of classrooms	33	33	33	33	33
Student capacity	1,067	1,067	1,067	1,067	1,067
Student enrollment	455	461	456	450	431
Enrollment per # of Classrooms	14	14	14	14	13
Square feet per enrollment	193	191	193	195	204
<b>Leesville High School</b>					
Square feet	217,411	217,411	217,411	217,411	217,411
Number of classrooms	66	66	66	66	66
Student capacity	2,338	2,338	2,338	2,338	2,338
Student enrollment	905	890	877	804	800
Enrollment per # of Classrooms	14	13	13	12	12
Square feet per enrollment	240	244	248	270	272
<b>Pickering High School</b>					
Square feet	103,221	103,221	103,221	103,221	103,221
Number of classrooms	33	33	33	33	33
Student capacity	938	938	938	938	938
Student enrollment	443	488	578	586	616
Enrollment per # of Classrooms	13	15	18	18	19
Square feet per enrollment	233	212	179	176	168
<b>Patkin High School</b>					
Square feet	105,812	105,812	105,812	105,812	105,812
Number of classrooms	45	45	45	45	45
Student capacity	1,453	1,453	1,453	1,453	1,453
Student enrollment	511	531	526	507	512
Enrollment per # of Classrooms	11	12	12	11	11
Square feet per enrollment	207	199	201	209	207

Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
June 30, 2014

Instructional Sites	June 30, 2010	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
<u>Rosepine High School</u>					
Square feet	82,887	82,887	82,887	82,887	82,887
Number of classrooms	35	35	35	35	35
Student capacity	1,235	1,235	1,235	1,235	1,235
Student enrollment	526	516	548	498	500
Enrollment per # of Classrooms	15	15	16	14	14
Square feet per enrollment	158	161	151	166	166
<u>Simpson High School</u>					
Square feet	68,779	68,779	68,779	68,779	68,779
Number of classrooms	29	29	29	29	29
Student capacity	981	981	981	981	981
Student enrollment	322	354	347	323	317
Enrollment per # of Classrooms	11	12	12	11	11
Square feet per enrollment	214	194	198	213	217
<u>Middle Schools</u>					
<u>Leesville Jr High School</u>					
Square feet	71,544	71,544	71,544	71,544	71,544
Number of classrooms	40	40	40	40	40
Student capacity	1,400	1,400	1,400	1,400	1,400
Student enrollment	581	533	506	468	467
Enrollment per # of Classrooms	15	13	13	12	12
Square feet per enrollment	123	134	141	153	153
<u>Vernon Middle School</u>					
Square feet	77,919	77,919	77,919	77,919	77,919
Number of classrooms	41	41	41	41	41
Student capacity	1,433	1,433	1,433	1,433	1,433
Student enrollment	542	543	514	459	419
Enrollment per # of Classrooms	13	13	13	11	10
Square feet per enrollment	144	143	152	170	186
<u>Elementary Schools</u>					
<u>East Leesville Elementary School</u>					
Square feet	73,247	73,247	73,247	73,247	73,247
Number of classrooms	33	33	33	33	33
Student capacity	898	898	898	898	898
Student enrollment	353	525	512	521	514
Enrollment per # of Classrooms	11	16	16	16	16
Square feet per enrollment	207	140	143	141	143
<u>Pickering Elementary School</u>					
Square feet	60,601	60,601	60,601	60,601	60,601
Number of classrooms	46	46	46	46	46
Student capacity	1,377	1,377	1,377	1,377	1,377
Student enrollment	717	865	931	904	895
Enrollment per # of Classrooms	16	19	20	20	19
Square feet per enrollment	85	70	65	67	68
<u>South Polk Elementary School</u>					
Square feet	62,313	62,313	62,313	62,313	62,313
Number of classrooms	29	29	29	29	29
Student capacity	857	857	857	857	857
Student enrollment	591	550	536	491	461
Enrollment per # of Classrooms	20	19	18	17	16
Square feet per enrollment	105	113	116	127	135
<u>West Leesville Elementary School</u>					
Square feet	74,899	74,899	74,899	74,899	74,899
Number of classrooms	25	25	25	25	25
Student capacity	746	746	746	746	746
Student enrollment	512	453	449	424	399
Enrollment per # of Classrooms	20	18	18	17	16
Square feet per enrollment	146	165	167	177	188

Table 17

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Student Capacity and Utilization  
June 30, 2014

Instructional Sites	June 30, 2010	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014
<b>Rosepine Elementary School</b>					
Square feet	82,883	82,883	82,883	82,883	82,883
Number of classrooms	41	41	41	41	41
Student capacity	970	970	970	970	970
Student enrollment	759	860	884	830	779
Enrollment per # of Classrooms	19	21	22	20	19
Square feet per enrollment	109	96	94	100	106
<b>Anacoco Elementary School</b>					
Square feet	54,851	54,851	54,851	54,851	54,851
Number of classrooms	30	30	30	30	30
Student capacity	775	775	775	775	775
Student enrollment	532	538	519	531	538
Enrollment per # of Classrooms	18	18	17	18	18
Square feet per enrollment	103	102	106	103	102
<b>North Polk Elementary School</b>					
Square feet	83,457	83,457	83,457	83,457	83,457
Number of classrooms	40	40	40	40	40
Student capacity	895	895	895	895	895
Student enrollment	553	774	821	792	713
Enrollment per # of Classrooms	14	19	21	20	18
Square feet per enrollment	151	108	102	105	117
<b>Vernon Optional Elementary School</b>					
Square feet	8,000	8,000	8,000	8,000	8,000
Number of classrooms	8	8	8	8	8
Student capacity	35	35	35	35	35
Student enrollment	12	15	2	13	22
Enrollment per # of Classrooms	2	2	0	2	3
Square feet per enrollment	667	533	4,000	615	364

Note 1 Includes PreK

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Operating Statistics  
For the Fiscal Years Ended June 30, 2004 through June 30, 2013

Fiscal Year Ended June 30	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/ Teacher Ratio
2005	\$ 78,538,989	9,621	\$ 8,163	6.41%	677	14.21
2006	82,774,817	9,232	8,966	9.83%	714	12.93
2007	82,425,279	9,107	9,051	0.94%	678	13.43
2008	87,017,305	8,997	9,672	6.86%	626	14.37
2009	98,435,321	9,661	10,189	5.35%	631	15.31
2010	100,687,016	9,363	10,754	5.54%	638	14.68
2011	103,929,350	9,348	11,118	3.39%	619	15.10
2012	109,189,659	9,496	11,498	3.42%	617	15.39
2013	107,678,961	9,687	11,116	-3.33%	641	15.11
2014	107,228,602	9,017	11,892	6.98%	618	14.58

## Notes:

- (1) The teaching staff information is extracted from the agreed upon procedures report on performance and statistical data
- (2) Expenses are on full accrual and is extracted from Table 2, Changes in Net Assets.
- (3) Enrollment is extracted from Table 14, Demographic and Economic Statistics, which does not include the Pre K enrollment.
- (4) Teaching staff is extracted from Table 16, School Personnel.

# **Vernon Parish School Board**

**Leesville, Louisiana**

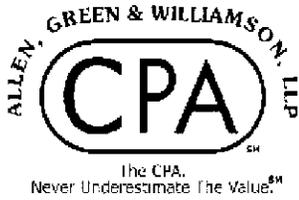
**Compliance with Single Audit Act Amendment of 1996  
And Other Information  
For the Year Ended June 30, 2014**



**Vernon Parish School Board  
Table of Contents**

	<u>Page</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	5-6
Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133	7-9
Schedule of Expenditures of Federal Awards	10-11
Notes to the Schedule of Expenditures of Federal Awards	12
Schedule of Findings and Questioned Costs	13-16
OTHER INFORMATION	17
Summary Status of Prior Year Audit Findings	18-20
Corrective Action Plan for Current Year Findings and Questioned Costs	21-22
Management Letter Items	23-24
Status of Prior Year Management Letter Item	25
Agreed-upon Procedures	
Independent Accountant's Report on Applying Agreed-upon Procedures	26-28
School Board prepared Performance and Statistical Data Schedules	29-40





# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Margie Williamson, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

Matt Carmichael, CPA  
Diane Ferschoff, CPA  
Jaime Esswein, CPA, CFE  
Jaunica Mercer, CPA, CFE

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

### Independent Auditor's Report

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Vernon Parish School Board as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated December 29, 2014.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the School Board's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2014-002 that we consider to be a significant deficiency.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2014-001.

## The School Board's Response to Findings

The School Board's response to the findings identified in our audit are described in the accompanying Corrective Action Plan for Current Year Audit Findings. The School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## Purpose of this Report

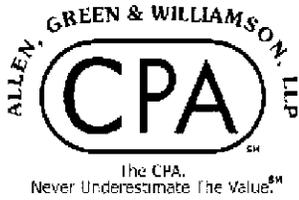
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 29, 2014



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive

Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Margie Williamson, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

Matt Carmichael, CPA  
Diane Ferschoff, CPA  
Jaime Esswein, CPA, CFE  
Jaunicia Mercer, CPA, CFE

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## **Report on Compliance For Each Major Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

### **Independent Auditor's Report**

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

#### **Report on Compliance for Each Major Federal Program**

We have audited Vernon Parish School Board's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2014. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

#### ***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the School Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Board's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, the School Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

### ***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2014-003. Our opinion on each major federal program is not modified with respect to these matters.

The School Board's response to the noncompliance finding identified in our audit is described in the accompanying Corrective Action Plan for Current Year Audit Findings. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2014-003, that we considered to be a significant deficiency.

The School Board's response to the internal control over compliance finding identified in our audit is described in the accompanying Corrective Action Plan for Current Year Findings and Questioned Costs. The School Board's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2014, and have issued our report thereon dated December 29, 2014, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

*Allen, Green & Williamson LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 29, 2014

**Vernon Parish School Board**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2014**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA No.	Pass-Through Grantor No.	Expenditures
United States Department of Agriculture			
Passed Through Louisiana Department of Education:			
Child Nutrition Cluster:			
Cash Assistance			
School Breakfast Program	10.553	N/A	\$ 799,569
National School Lunch Program	10.555	N/A	2,218,059
Non-Cash Assistance			
National School Lunch Program	10.555	N/A	<u>253,840</u>
Total Child Nutrition Cluster			3,271,468
Passed Through Louisiana Department of Treasury:			
Schools and Roads - Grants to States (National Forest Lands)	10.665	N/A	84,661
Total United States Department of Agriculture			<u>3,356,129</u>
United States Department of Education			
Direct Programs:			
Impact Aid - Maintenance and Operation	84.041	N/A	6,705,595
Passed Through Louisiana Department of Education:			
Title I Cluster:			
Basic Grant Program	84.010A	28-14-T1-58 28-13-T1-58	<u>2,046,363</u>
Total Title I Cluster			2,046,363
Special Education Cluster:			
State Grants - Part B	84.027A	28-14-JP-58 28-14-B1-58	1,856,044
Preschool Grants	84.173A	28-14-PI-58	<u>103,016</u>
Total Special Education Cluster			1,959,060
Vocational Education - Basic			
Grants to States	84.048A	28-13-02-58 28-14-02-58	114,833
Improving Teacher Quality (Title II)	84.367A	28-14-50-58	613,314
Title III - Immigration Set-aside	84.365A	28-14-60-58 28-13-S3-58	29,333
Striving Readers	84.371C	28-13-SK-58	1,455
Rural Education Achievement Program	84.358B	28-14-RE-58	160,326
Indian Education	84.060	5060A130623	<u>29,068</u>
Total United States Department of Education			<u>11,659,347</u>

(Continued)

**Vernon Parish School Board  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2014**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA No.	Pass-Through Grantor No.	Expenditures
United States Department of Health and Human Services			
Direct Programs:			
Head Start	93.600	06CH5622/42	\$ 1,664,878
Passed Through Louisiana Department of Education:			
Temporary Assistance for Needy Families	93.558	28-14-JS-58 28-14-36-58	<u>1,014,492</u>
Child Care and Development Block Grant	93.575	28-14-C3-58	9,949
Total United States Department of Health and Human Services			<u>2,689,319</u>
Department of Housing and Urban Development			
Passed Through Louisiana Department of Education			
Community Development Block Grants	14.228	28-13-38-58	<u>24,636</u>
Total Department of Housing & Urban Development			<u>24,636</u>
United States Department of Defense Direct Programs			
Department of the Army - JROTC	12.UKN	N/A	100,152
Office of Economic Adjustment	12.600	N/A	<u>674,106</u>
Total United States Department of Defense			<u>774,258</u>
TOTAL FEDERAL AWARDS			<u>\$ 18,503,689</u> (Concluded)

**Vernon Parish School Board**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2014**

**NOTE 1 - GENERAL** The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Vernon Parish School Board, Leesville, Louisiana. The Vernon Parish School Board (the "School Board") reporting entity is defined in Note 1 to the School Board's basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule.

**NOTE 2 - BASIS OF ACCOUNTING** The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements.

**NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS** Federal awards revenues are reported in the School Board's basic financial statements as follows:

<u>Federal Sources</u>	<u>Amount</u>
General	\$ 6,891,863
Non Major Funds :	
Other Special Funds	9,949
Indian Education Grant	29,068
OEA	674,106
Vocational Education	114,833
Special Education	1,796,044
LA4	857,493
LA4 - CDBG	24,636
School Food Service	3,271,468
JAG	216,999
Title I	2,046,363
Title II	613,314
Title III	29,333
Head Start	1,664,878
Preschool	103,016
REAP	160,326
Total	<u>\$ 18,503,689</u>

**NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS** Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

**NOTE 5 - MATCHING REVENUES** For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

**NOTE 6 - NONCASH PROGRAMS** The commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2014**

**PART I - Summary of the Auditor's Results**

**Financial Statement Audit**

- i. The type of audit report issued was unmodified.
- ii. There was one significant deficiency required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States of America. We did not consider this item to be a material weakness.
- iii. There was one instance of noncompliance considered material to the financial statements, as defined by the Government Auditing Standards.

**Audit of Federal Awards**

- iv. There was one significant deficiency required to be disclosed by OMB Circular A-133. The significant deficiency was not considered to be a material weakness.
- v. The type of report the auditor issued on compliance of major federal awards was unmodified.
- vi. The audit disclosed one audit finding which the auditor is required to report under OMB Circular A-133, Section .510(a).
- vii. The major federal awards are:

CFDA #93.558	Temporary Assistance for Needy Families
CFDA #93.600	Head Start
CFDA #84.041	Impact Aid
CFDA #12.600	Office of Economic Adjustment
- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in OMB Circular A-133, Section .520(b) was \$555,111.
- ix. The auditee qualifies as a low-risk auditee under OMB Circular A-133, Section .530.

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2014**

**Part II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:**

**Reference # and title:                2014-001                Cash Deposits Under-Secured**

**Entity-wide or program/department specific:** This finding is entity-wide.

**Criteria or specific requirement:** Louisiana Revised Statute 39:1218 states that “any bank selected as fiscal agency shall give security for the safekeeping and payment of deposits”.

**Condition found:** During the test of cash deposits it was determined that deposits held at two of the banks were under-secured. One bank’s deposits were under-secured by \$2,227,085. The second bank was under-secured by \$27,858.

**Possible asserted effect (cause and effect):**

**Cause:** It appears that the bank did not monitor the cash balances near the end of the fiscal year and the School Board did not advise the bank of any large deposits to be made or securities to be pledged near year end.

**Effect:** The School Board is not in compliance with Louisiana State Law and they are potentially exposed to a large custodial credit risk whenever the accounts are undercollateralized.

**Recommendations to prevent future occurrences:** The School Board should monitor balances prior to year end and periodically advise the bank of any large deposits to be made in order to be fully collateralized.

**Views of responsible officials:** The School Board will work closer with banks to make sure all deposits are properly secured and to advise the banks when any large deposits are expected to be made and to determine that year end balances are sufficiently pledged.

**Reference # and title:                2014-002                Student Activity Funds**

**Entity-wide or program/department specific:** This finding is specific to student activity funds.

**Criteria or specific requirement:** Schools should follow the School Accounting Procedures Manual established by the School Board.

**Condition found:** In testing receipts at ten schools, the following was noted:

- There were untimely deposits ranging from 1 to 4 occurrences in the test sample
- Cash deposits could not be traced to support or did not agree to support
- Deposits could not be verified in 1 to 6 occurrences due to lack of concessions logs
- There were 3 instances of a lack of receipts for money collected

In testing disbursements at ten schools, the following was noted:

- There were 2 instances of incorrect coding
- There were 1 to 4 instances of lack of documentation or support, lack of an original invoice, or did not

**Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2014**

**Part II – Findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards generally accepted in the United States of America:**

agree to the invoice

- Instances where payments were made for past-due bills, included interest or late fees, or included sales tax
- One instance where there was a lack of proper approval
- Two instances where the transaction was not according to the School Board’s purchasing policy

In testing bank reconciliations at ten schools, the following was noted:

- There were three schools whose bank reconciliations contained from 1 to 4 checks which had been outstanding for a period greater than 6 months.

**Possible asserted effect (cause and effect):**

**Cause:** Unknown.

**Effect:** Some of the schools that were tested are not following the School Accounting Procedures Manual established by the School Board.

**Recommendations to prevent future occurrences:** The School Board should ensure that all schools in the school district are following the School Accounting Procedures Manual established by the School Board.

**Views of responsible officials:** The School Board in conjunction with school Principals will ensure that all schools are following the School Accounting Procedures Manual and that all bookkeepers are trained properly on school activity accounting practices.

Vernon Parish School Board  
Schedule of Findings and Questioned Costs  
As of and For the Year Ended June 30, 2014

PART III – Findings and questioned costs for federal awards which are required to be reported under OMB Circular A-133 Section .510(a):

**Reference # and title:**                **2014-003**                JAG Eligibility

**CFDA#, Federal Award Title, Federal Agency, Federal Award # and Year, and the name of Pass-Through Entity:** CFDA#93.558 Temporary Assistance to Needy Families, specifically the Jobs for American Graduates program, from the Federal Agency: United States Department of Health and Human Services, Award Year 2014, passed through Louisiana Department of Education.

**Entity-wide or program/department specific:** This finding is specific to the Jobs for American Graduates program (JAG).

**Criteria or specific requirement:** Eligibility for participation in the JAG program is based upon certifications of a certain minimum number of barriers as established by program guidelines. The consent form must be signed by both the student and the parent in order for the student to be eligible to participate.

**Condition found:** The consent form was not signed by both the student and parent prior to the student being admitted into the JAG program.

**Context:** A total of twenty-two students were chosen to determine that the required number of barriers were met, that the consent form was signed by the parent and student and that the number of barriers noted in the student's application were reflected in the JAG roster information. There were three instances noted where the consent form was not signed prior to the student being admitted into the JAG program. There was one instance noted where the student did not sign the consent form.

**Possible asserted effect (cause and effect):**

**Cause:** The cause could not be determined by the auditor.

**Effect:** The effect is that the students were admitted into the program prior to the eligibility requirements being fulfilled.

**Recommendations to prevent future occurrences:** The JAG program should monitor the application process to ensure that all documentation has been completed and signed by the appropriate parties prior to admitting students.

**Views of responsible officials:** The JAG supervisor will ensure that all reported information is accurate and reasonable in the application and that all documentation has been completed and signed properly. Periodic checks of the information will be performed to verify the accuracy.

**Vernon Parish School Board**

**OTHER INFORMATION**

**Vernon Parish School Board  
Summary Status of Prior Year Audit Findings  
As of and For the Year Ended June 30, 2014**

**Reference # and title:**            **2013-001**            **Inadequate Controls Over Head Start**

**Origination Date:** This finding originated fiscal year ended June 30, 2012.

**Entity-wide or program/department specific:** This finding is specific to the Head Start Program, CFDA#93.600.

**Condition:** Good internal controls over federal program compliance requires that accurate and complete records be maintained by the School Board regarding expenses charged, enrollment information, and eligibility statuses of students. Good internal controls also require that procedures are implemented to ensure the accuracy of calculations performed by the School Board and that adequate documentation exists to support claims of expenditures and in-kind donations.

Internal controls were either not in place or were not being utilized.

When testing federal compliance requirements for the Head Start program, the following items were noted:

- When testing the eligibility calculation performed for a sample of 40 students, there was one instance when the income was calculated based upon biweekly payments but the parent is paid bi-monthly. One student was marked as income-eligible in their student file, but the agency is reporting him as over income. One annual family income was calculated using only one pay stub instead of requesting multiple check stubs to establish a more accurate calculation. There were three instances where the students were listed as 130% income eligible but could not be traced to the appropriate listing. These instances had no bearing on the final eligibility requirements being met.
- When testing the completeness of the listing of 100% - 130% income eligible students provided by the School Board, there were two exceptions where students could not be traced to the listing provided. It appears that the lists provided for two locations were comprised of two pages but only the first page was provided to the auditors.
- While testing the information provided for the in-kind services, there were instances where the School Board had included in-kind services which were funded through federal programs. In other instances, the documentation to support the asserted in-kind services did not include clear calculations as to how the School Board arrived at their in-kind amounts. Although the in-kind amount was met after excluding federally-funded activities, the records to verify the information were not detailed and there were few source documents provided to accompany the assertions.
- During discussions with various staff members and reviews of reports, it was determined that there is no specific monitoring for reimbursement requests and financial reports beyond the monitoring of budget to actual reports.
- A sample of twenty five payroll disbursements were chosen for testing the Head Start program payroll expenditures. Two of the time records did not contain the signature of the employee's supervisor.

**Corrective action taken:** The Head Start Program strengthened internal controls to ensure all information generated and calculated in the program was accurate and supported by proper documentation, employees were properly trained and payments were properly authorized.

**Vernon Parish School Board  
Summary Status of Prior Year Audit Findings  
As of and For the Year Ended June 30, 2014**

**Reference # and title:**                **2013-002**                Tuition Assistance Repayment

**Origination Date:** This finding originated fiscal year ended June 30, 2013.

**Entity-wide or program/department specific:** This finding is specific to the Head Start Program, CFDA#93.600.

**Condition:** The Head Start program adopted a policy regarding tuition payments which mirrors Head Start Act Section 648(A)(a)(6) SERVICE REQUIREMENTS. The Act indicates that individuals who receive financial assistance under this subchapter to pursue a degree shall “teach or work in a Head Start program for a minimum of 3 years after receiving the degree; or repay the total or a prorated amount of the financial assistance received based on the length of service completed after receiving the degree.”

Inactive employees with less than three years of service did not repay tuition assistance received nor was there a payment plan in place for these employees.

A total of six Head Start employees received tuition assistance for the 2013 fiscal year. A test was performed to determine if the employees were still active employees and, if not, had either repaid the assistance received or signed a repayment plan to reimburse the program on a pro-rata basis for the assistance received. Four of those receiving tuition assistance were no longer employed with the Head Start Program. One of the four had worked for the program 3.3 years and had fulfilled her obligation to the program. The three remaining employees had neither repaid the assistance provide to them nor had they signed a repayment agreement.

**Corrective action taken:** The Head Start program has developed forms to be signed by each employee receiving tuition assistance, acknowledging their responsibility to serve the program for the required number of years after receiving their degree or sign a repayment plan if the years of service have not been fulfilled.

**Reference # and title:**                **2013-003**                Head Start Enrollment

**Origination Date:** This finding originated fiscal year ended June 30, 2013.

**Entity-wide or program/department specific:** This finding is specific to the Head Start Program.

**Condition:** Head Start agencies are required to enroll 100% of their funded enrollment (42 USC 9387(g)).

The Head Start Agency did not meet the required funded enrollment.

Total enrollment as reported was calculated over 10 months to determine an average enrollment for the year. The funded enrollment for the year was 270. The average enrollment for the year was 266. Only four months met the funded enrollment level and two months met the average enrollment.

**Corrective action taken:** The Head Start Program reduced funded enrollment to ensure that the funded enrollment requirement was met.

**Vernon Parish School Board  
Summary Status of Prior Year Audit Findings  
As of and For the Year Ended June 30, 2014**

**Reference # and title:**            **2013-004**        **JAG Eligibility**

**Origination Date:** This finding originated fiscal year ended June 30, 2013.

**Entity-wide or program/department specific:** This finding is specific to the Jobs for American Graduates program (JAG), a part of Temporary Assistance for Needy Families, CFDA#93.558.

**Condition:** Eligibility for participation in the JAG program is based upon certifications of a certain minimum number of barriers as established by program guidelines. These guidelines are established in the JAG Model for middle schools or for multi-year programs.

Barrier information per the original application was not reflected in the JAG roster information.

A total of eighteen students were chosen to determine that the required number of barriers were certified and signed by the parent and student and that the number of barriers noted in the student's application were reflected in the JAG roster information. We noted fifteen instances where the number of barriers per the application were not reflected in the JAG roster information.

**Corrective action taken:** See current year finding 2014-003.



**Vernon Parish School Board**  
**Corrective Action Plan for Current Year Audit Findings and Questioned Costs**  
**As of and For the Year Ended June 30, 2014**

**Corrective action planned:** The School Board in conjunction with school Principals will ensure that all schools are following the School Accounting Procedures Manual and that all bookkeepers are trained properly on school activity accounting practices.

**Contact person responsible for corrective action:**

Mr. James Williams, Superintendent Telephone: 337-239-3401  
201 Belview Road Fax: 337-238-5777  
Leesville, LA 71446

**Anticipated completion date:** February 1, 2015.

**Reference # and title:**            **2014-003**            **JAG Eligibility**

**Entity-wide or program/department specific:** This finding is specific to the Jobs for American Graduates program (JAG).

**Condition:** Eligibility for participation in the JAG program is based upon certifications of a certain minimum number of barriers as established by program guidelines. The consent form must be signed by both the student and the parent in order for the student to be eligible to participate.

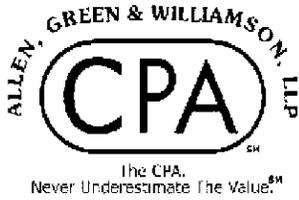
The consent form was not signed by both the student and parent prior to the student being admitted into the JAG program.

**Corrective action planned:** The JAG supervisor will ensure that all reported information is accurate and reasonable in the application and that all documentation has been completed and signed properly. Periodic checks of the information will be performed to verify the accuracy.

**Contact person responsible for corrective action:**

Mr. James Williams, Superintendent Telephone: 337-239-3401  
201 Belview Road Fax: 337-238-5777  
Leesville, LA 71446

**Anticipated completion date:** February 1, 2015.



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive  
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA,  
Margie Williamson, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

Matt Carmichael, CPA  
Diane Ferschoff, CPA  
Jaime Esswein, CPA, CFE  
Jaunica Mercer, CPA, CFE

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## Management Letter

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

In planning and performing our audit of the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Vernon Parish School Board as of and for the year ended June 30, 2014, we considered the School Board's internal control to plan our auditing procedures for the purpose of expressing our opinions in the financial statements and not to provide assurance in the internal control.

However, during the performance of our procedures, we noted certain matters that are presented for your consideration. This letter does not affect our report dated December 29, 2014 on the financial statements of the School Board. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. Our comments and management's responses are summarized as follows:

### **2014-M1**

#### **Public Bid Law – Publication of Bid Advertisement**

**Comment:** Louisiana Revised Statute 38:2212 states that "The first publication of the advertisement shall not occur on a Saturday, Sunday or legal holiday". Testing performed on public bid law revealed that the first publication advertising for one of the School Board's bids was published on a Sunday.

**Recommendation:** Management should ensure that the School Board follows all aspects of the public bid law when performing the public bid process.

**Management's response:** The School Board will ensure that bid advertisements are advertised properly and ensure that publications are published as directed.

### **2014-M2**

#### **Internal Control – Bank Reconciliations**

**Comment:** Good internal controls include developing procedures for completing bank reconciliations in a timely manner and implementing those procedures. When testing a sample of four bank reconciliations for timeliness there were two instances noted where the bank reconciliation was not signed and dated upon completion, therefore, there was no way to determine that they were performed timely.

**Recommendation:** Management should ensure that when completing bank reconciliations the proper procedures are being followed, including maintaining the proper documentation, to show that they have been prepared in a timely manner.

**Management's response:** The School Board will ensure that all bank reconciliations are properly signed and dated in a timely manner.

Our audit procedures are designed primarily to enable us to form our opinion on the financial statement of the Vernon Parish School Board as of and for the year ended June 30, 2014, which collectively comprise the Vernon Parish School Board's basic financial statement, and therefore, may not reveal all weaknesses in policies and procedures that may exist.

Also included are management's responses to our current year management letter items. We have performed no audit work to verify the content of the responses.

Included immediately following this letter is a Status of Prior Management Letter Items. This information has not been audited by Allen, Green & Williamson, LLP, and no opinion is expressed. However, we did follow-up on the prior management letter items and performed procedures to assess the reasonableness of the Status of Prior Management Letter Items prepared by Management, and we would report, as a current-year management letter item when Allen, Green & Williamson, LLP, concludes that the Status of Prior Management Letter Items materially misrepresents the status of any prior management letter item.

This report is intended solely for the information and use of the Board members, management, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

*Allen, Green & Williamson, LLP*

Allen, Green & Williamson, LLP

Monroe, Louisiana  
December 29, 2014

**Vernon Parish School Board  
Status of Prior Year Management Letter Items  
For Year Ended June 30, 2014**

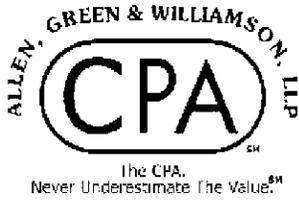
**2013-M1**

**Capital Asset Inspections**

**Comment:** Good internal controls require routine, annual inspections of inventory items to ascertain if there are missing items or items which have not been added to the fixed asset listing. These asset inspections can assist in determining that capital assets are correctly reported and can assist the School Board in insurance estimates. During the 2013 fiscal year, there were no inventory listings sent to the schools or various school board departments for review.

**Recommendation:** Management should ensure that annual inspections of capital assets are performed.

**Management's response:** Annual inspections were performed at all locations and records are on file to document the inspections.



# ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2441 Tower Drive

Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205

Partners: Tim Green, CPA  
Margie Williamson, CPA  
Amy Tynes, CPA  
Aimee Buchanan, CPA  
Principal: Cindy Thomason, CPA

Matt Carmichael, CPA  
Diane Ferschoff, CPA  
Jaime Esswein, CPA, CFE  
Jauncia Mercer, CPA, CFE

Ernest L. Allen, CPA  
(Retired) 1963 - 2000

## INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Board Members  
Vernon Parish School Board  
Leesville, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Vernon Parish School Board, Leesville, Louisiana, and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE). This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of Government Auditing Standards issued by the Comptroller General of the United States. The sufficiency of these procedures is solely the responsibility of the specified users of the reports. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

### General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures,
- Total General Fund Equipment Expenditures,
- Total Local Taxation Revenue,
- Total Local Earnings on Investment in Real Property,
- Total State Revenue in Lieu of Taxes,
- Nonpublic Textbook Revenue, and
- Nonpublic Transportation Revenue.

**Comment:** There were no exceptions noted.

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1st.

**Comment:** There were no exceptions noted.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

**Comment:** There were no exceptions noted.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1st and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

**Comment:** There were no exceptions noted.

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555).

**Comment:** There were no exceptions noted.

Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

**Comment:** There were no exceptions noted.

Public Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

**Comment:** There were exceptions noted due to the inclusion of the one-time state supplement reported in extra compensation instead of base salary. In one instance, the pay for an additional work month was also included as extra compensation instead of base salary.

**Management's Response:** Efforts will be made to ensure that these salary payments are coded correctly for the PEP report and data transferred correctly for reports.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

**Comment:** There were no exceptions noted.

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of ten classes to the October 1st roll books for those classes and determined if the class was properly classified on the schedule.

**Comment:** There were no exceptions noted.

Louisiana Educational Assessment Program (LEAP) for the 21st century (Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

**Comment:** There were no exceptions noted.

The Graduation Exit Exam for the 21st Century (Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

**Comment:** The Graduation Exit Exam is no longer given.

The Iowa Tests (Schedule 9)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

**Comment:** There were no exceptions noted.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Vernon Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Allen, Green & Williamson, LLP*

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana  
December 29, 2014

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2014**

	<b>Column A</b>	<b>Column B</b>
<b><u>General Fund Instructional and Equipment Expenditures</u></b>		
General Fund Instructional Expenditures:		
Teacher and Student Interaction Activities:		
Classroom Teacher Salaries	\$ 28,009,134	
Other Instructional Staff Activities	3,408,186	
Instructional Staff Employee Benefits	14,673,189	
Purchased Professional and Technical Services	289,265	
Instructional Materials and Supplies	1,716,125	
Instructional Equipment	-	
Total Teacher and Student Interaction Activities	-	48,095,899
Other Instructional Activities		238,121
Pupil Support Services	\$ 4,129,078	
Less: Equipment for Pupil Support Services	-	
Net Pupil Support Services	-	4,129,078
Instructional Staff Services	\$ 3,542,479	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services	-	3,542,479
School Administration	\$ 6,128,349	
Less: Equipment for School Administration	-	
Net School Administration	-	6,128,349
Total General Fund Instructional Expenditures (Total of Column B)		\$ 62,133,926
Total General Fund Equipment Expenditures (Object 730; Function Series 1000-4000)		\$ 71,509

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**General Fund Instructional and Support Expenditures  
and Certain Local Revenue Sources  
For the Year Ended June 30, 2014**

	<b>Column A</b>	<b>Column B</b>
<b><u>Certain Local Revenue Sources</u></b>		
Local Taxation Revenue:		
Advalorem Taxes		
Constitutional Ad Valorem Taxes	\$	572,705
Renewable Ad Valorem Taxes		3,225,904
Debt Service Ad Valorem Taxes		3,829,467
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes		180,871
Sales and Use Taxes		11,839,284
Total Local Taxation Revenue	<u>\$</u>	<u>19,648,231</u>
Local Earnings on Investment in Real Property:		
Earnings from 16th Section Property	\$	-
Earnings from Other Real Property		2
Total Local Earnings on Investment in Real Property	<u>\$</u>	<u>2</u>
State Revenue in Lie of Taxes:		
Revenue Sharing - Constitutional Tax	\$	42,434
Revenue Sharing - Other Taxes		238,452
Revenue Sharing - Excess Portion		-
Other Revenue in Lieu of Taxes		-
Total State Revenues in Lieu of Taxes	<u>\$</u>	<u>280,886</u>
Nonpublic Textbook Revenue	<u>\$</u>	<u>-</u>
Nonpublic Transportation Revenue	<u>\$</u>	<u>-</u>

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Education Levels of Public School Staff**  
As of October 1, 2013

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree			3.00	0.456				
Bachelor's Degree	472.84	71.917	6.98	1.062				
Master's Degree	108.12	16.445	3.93	0.598	20.00	3.042		
Master's Degree + 30	22.49	3.421			18.12	2.756		
Specialist in Education	1.00	0.152			1.00	0.156		
Ph. D. or Ed. D.	0.00							
<b>Total</b>	<b>604.45</b>	<b>91.935</b>	<b>13.91</b>	<b>2.116</b>	<b>39.12</b>	<b>5.95</b>	<b>0.00</b>	<b>0.00</b>

**VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana**

**Number and Type of Public Schools  
For the Year Ended June 30, 2014**

<b>Type</b>	<b>Number</b>
Elementary	8
Middle/Jr. High	1
Secondary	5
Combination	5
<b>Total</b>	<b>19</b>

Note: Schools opened or closed during the fiscal year are included in this Schedule

**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers**  
**As of October 1, 2013**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals			1.00	3.00	4.12	4.00	7.91	20.03
Principals					4.00	3.00	12.09	19.09
Classroom Teachers	47.56	54.59	160.64	91.36	98.00	63.33	102.88	618.36
Total	47.56	54.59	161.64	94.36	106.12	70.33	122.88	657.48

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**Public School Staff Data: Average Salaries**  
**For the Year Ended June 30, 2014**

	All Classroom Teachers	Classroom Teachers Excluding ROTC, Rehired Retirees, and Flagged Salary Reductions
<b>Average Classroom Teachers' Salary Including Extra Compensation</b>	49,098.00	48,605.00
<b>Average Classroom Teachers' Salary Excluding Extra Compensation</b>	48,296.00	47,840.00
<b>Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries</b>	630.7079	599.9755

**Note:** Figures reported include all sources of funding (i.e., federal, state, and local) but exclude stipends and employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers; some teachers may have been flagged as receiving reduced salaries (e.g., extended medical leave); and ROTC teachers usually receive more compensation because of a federal supplement. For these reasons, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes, temporary employees, and any teachers on sabbatical leave during any part of the school year.

**VERNON PARISH SCHOOL BOARD**  
**Leesville, Louisiana**

**Class Size Characteristics**  
**As of October 1, 2013**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34 +	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	42%	483	47%	547	10%	117	1%	10
Elementary Activity Classes	12%	34	61%	162	16%	42	11%	28
Middle/Jr. High	60%	123	20%	42	20%	42	0%	0
Middle/Jr. High Activity Classes	73%	29	15%	6	12%	5	0%	0
High	64%	651	21%	211	14%	147	1%	10
High Activity Classes	91%	213	4%	10	4%	9	1%	3
Combination	84%	797	10%	96	6%	57	1%	2
Combination Activity Class	81%	123	10%	16	7%	10	2%	3

**Note:** The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

VERNON PARISH SCHOOL BOARD  
Leesville, Louisiana

Louisiana Educational Assessment Program (LEAP)  
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts						Mathematics					
	2013		2012		2014		2013		2012		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	66	9%	46	6%		8%	121	16%	84	11%		22%
Mastery	242	32%	199	26%		40%	236	31%	223	29%		34%
Basic	344	45%	400	52%		42%	282	37%	351	45%		32%
Approaching Basic	80	10%	99	13%		6%	81	11%	77	10%		8%
Unsatisfactory	35	5%	29	4%		4%	46	6%	38	5%		5%
<b>Total</b>	<b>767</b>	<b>100%</b>	<b>773</b>	<b>100%</b>			<b>766</b>	<b>100%</b>	<b>773</b>	<b>100%</b>		

District Achievement Level Results	Science						Social Studies					
	2013		2012		2014		2013		2012		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	39	5%	91	12%		5%	25	3%	23	3%		3%
Mastery	175	23%	182	24%		24%	172	23%	172	22%		23%
Basic	401	53%	342	45%		57%	437	57%	439	57%		62%
Approaching Basic	115	15%	131	17%		13%	97	13%	91	12%		9%
Unsatisfactory	31	4%	22	3%		<1	30	4%	42	5%		2%
<b>Total</b>	<b>761</b>	<b>100%</b>	<b>768</b>	<b>100%</b>			<b>761</b>	<b>100%</b>	<b>767</b>	<b>100%</b>		

District Achievement Level Results	English Language Arts						Mathematics					
	2013		2012		2014		2013		2012		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	34	5%	36	5%		5%	41	6%	41	6%		9%
Mastery	146	23%	158	22%		24%	49	8%	51	7%		8%
Basic	330	51%	353	50%		48%	434	67%	451	63%		64%
Approaching Basic	110	17%	144	20%		19%	84	13%	125	18%		12%
Unsatisfactory	28	4%	22	3%		4%	40	6%	45	6%		6%
<b>Total</b>	<b>648</b>	<b>100%</b>	<b>713</b>	<b>100%</b>			<b>648</b>	<b>100%</b>	<b>713</b>	<b>100%</b>		

District Achievement Level Results	Science						Social Studies					
	2013		2012		2014		2013		2012		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	34	5%	57	8%		2%	26	4%	39	5%		3%
Mastery	174	27%	216	30%		26%	154	24%	181	25%		19%
Basic	322	50%	292	41%		51%	361	56%	386	54%		56%
Approaching Basic	97	15%	125	18%		17%	69	11%	72	10%		15%
Unsatisfactory	17	3%	20	3%		5%	35	5%	32	5%		6%
<b>Total</b>	<b>644</b>	<b>100%</b>	<b>710</b>	<b>100%</b>			<b>645</b>	<b>100%</b>	<b>710</b>	<b>100%</b>		

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**The Graduation Exit Exam for the 21st Century**  
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts						Mathematics					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced					4	1%					51	9%
Mastery					65	12%					111	20%
Basic					285	52%					243	45%
Approaching Basic					132	24%					79	14%
Unsatisfactory					60	11%					62	11%
Total					546						546	

District Achievement Level Results	Science						Social Studies					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced			47	10%	24	5%			12	2.45%	4	1%
Mastery			117	24%	101	21%			66	13.47%	50	10%
Basic			213	43%	216	44%			286	58.37%	310	64%
Approaching Basic			81	16%	101	21%			89	18.16%	79	16%
Unsatisfactory			34	7%	46	9%			37	7.55%	45	9%
Total			492		488				490		488	

Note: The GEE test is no longer administered.

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**IOWA and iLEAP Tests**  
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	77	11%	91	13%	55	8%	28	4%
Mastery	202	28%	199	28%	179	25%	164	23%
Basic	338	48%	320	45%	364	51%	368	52%
Approaching Basic	62	9%	68	10%	91	13%	100	14%
Unsatisfactory	32	5%	33	5%	21	3%	50	7%
<b>Total</b>	711	100%	711	100%	710	100%	710	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	42	6%	53	8%	19	3%	47	7%
Mastery	187	28%	151	22%	170	25%	126	19%
Basic	315	46%	342	50%	329	49%	327	48%
Approaching Basic	102	15%	89	13%	137	20%	114	17%
Unsatisfactory	32	5%	43	6%	22	3%	64	9%
<b>Total</b>	678	100%	678	100%	677	100%	678	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	46	7%	111	17%	36	5%	116	17%
Mastery	187	28%	147	22%	213	32%	133	20%
Basic	348	52%	335	50%	311	46%	318	47%
Approaching Basic	70	10%	53	8%	98	15%	72	11%
Unsatisfactory	21	3%	26	4%	15	2%	34	5%
<b>Total</b>	672	100%	672	100%	673	100%	673	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	52	8%	50	8%	35	5%	74	11%
Mastery	154	23%	117	18%	156	23%	161	24%
Basic	326	49%	403	61%	306	46%	304	46%
Approaching Basic	107	16%	70	11%	137	21%	79	12%
Unsatisfactory	27	4%	25	4%	31	5%	47	7%
<b>Total</b>	666	100%	665	100%	665	100%	665	100%

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**IOWA and iLEAP Tests**  
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2014		2014		2014		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced		8%		16%		8%		2%
Mastery		29%		31%		25%		18%
Basic		42%		38%		47%		54%
Approaching Basic		13%		10%		16%		17%
Unsatisfactory		8%		5%		5%		8%
<b>Total</b>		100%		100%		101%		99%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2014		2014		2014		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced		5%		6%		6%		11%
Mastery		27%		21%		23%		23%
Basic		46%		55%		52%		51%
Approaching Basic		15%		12%		16%		11%
Unsatisfactory		7%		7%		4%		4%
<b>Total</b>		100%		101%		101%		100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2014		2014		2014		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced		8%		16%		7%		15%
Mastery		28%		20%		26%		22%
Basic		50%		54%		51%		51%
Approaching Basic		9%		9%		13%		10%
Unsatisfactory		4%		2%		3%		2%
<b>Total</b>		99%		101%		100%		100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2014		2014		2014		2014	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced		11%		15%		8%		18%
Mastery		25%		19%		34%		27%
Basic		46%		54%		38%		40%
Approaching Basic		13%		9%		14%		12%
Unsatisfactory		4%		3%		6%		4%
<b>Total</b>		99%		100%		100%		101%

**VERNON PARISH SCHOOL BOARD**  
Leesville, Louisiana

**IOWA and iLEAP Tests**  
For the Year Ended June 30, 2014

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	49	6%	124	16%	36	5%	8	1%
Mastery	232	29%	225	28%	206	26%	180	23%
Basic	359	45%	329	42%	381	48%	405	51%
Approaching Basic	115	15%	83	10%	139	18%	122	15%
Unsatisfactory	37	5%	31	4%	28	4%	76	10%
<b>Total</b>	792	100%	792	100%	790	100%	791	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	47	7%	67	9%	43	6%	26	4%
Mastery	179	25%	134	19%	159	22%	162	23%
Basic	340	48%	363	51%	355	50%	365	51%
Approaching Basic	109	15%	99	14%	133	19%	108	15%
Unsatisfactory	39	5%	51	7%	23	3%	52	7%
<b>Total</b>	714	100%	714	100%	713	100%	713	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	52	7%	71	10%	31	4%	102	15%
Mastery	195	28%	152	22%	188	27%	105	15%
Basic	351	50%	399	57%	364	52%	376	54%
Approaching Basic	88	13%	52	7%	97	14%	84	12%
Unsatisfactory	17	2%	29	4%	21	3%	34	5%
<b>Total</b>	703	100%	703	100%	701	100%	701	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	53	7%	77	11%	42	6%	81	11%
Mastery	156	22%	105	14%	203	28%	202	28%
Basic	382	53%	415	57%	328	45%	316	44%
Approaching Basic	106	15%	100	14%	131	18%	85	12%
Unsatisfactory	27	4%	28	4%	19	3%	39	5%
<b>Total</b>	724	100%	725	100%	723	100%	723	100%